



January 25, 2024

HOUSE BILL No. 1138

DIGEST OF HB 1138 (Updated January 25, 2024 9:04 am - DI 141)

Citations Affected: IC 25-1; IC 25-2.1; IC 25-4; IC 25-23.6; IC 34-30; IC 34-46.

Synopsis: Professional licensing matters. Removes references to a quality review in provisions relating to the licensing of accountants. Requires the Indiana board of accountancy (board) to adopt rules requiring the firm to allow the administering entity to provide access to the results of its most recently accepted peer review and other objective information to the board. Removes language requiring the administering entity to make a peer review report available to the oversight committee not more than 30 days after the issuance of the peer review report. Provides that the results of a peer review may be treated as a complaint submitted by the board. Removes language requiring the peer review committee issuing a report to cooperate with an investigation of a complaint. Allows the use of certain titles by an individual who is enrolled in or has graduated from a school or college of architecture or an accredited curriculum of landscape architecture. Allows an individual to take the examination provided by the behavioral health and human services licensing board for a license as a social worker if the individual: (1) is enrolled in the last term of the last year of a program leading to a degree that meets the educational requirements; and (2) provides a letter of good standing from the director of the social work department or the director's designee.

Effective: July 1, 2024.

Goss-Reaves

January 8, 2024, read first time and referred to Committee on Employment, Labor and Pensions.
January 25, 2024, amended, reported — Do Pass.

HB 1138—LS 6525/DI 141



January 25, 2024

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. 1138

A BILL FOR AN ACT to amend the Indiana Code concerning professions and occupations.

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

- 1 SECTION 1. IC 25-1-11-12, AS AMENDED BY P.L.197-2011,
2 SECTION 74, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2024]: Sec. 12. (a) The board may impose any of the
4 following sanctions, singly or in combination, if the board finds that a
5 practitioner is subject to disciplinary sanctions under sections 5
6 through 9 of this chapter:
7 (1) Permanently revoke a practitioner's license.
8 (2) Suspend a practitioner's license.
9 (3) Censure a practitioner.
10 (4) Issue a letter of reprimand.
11 (5) Place a practitioner on probation status and require the
12 practitioner to:
13 (A) report regularly to the board upon the matters that are the
14 basis of probation;
15 (B) limit practice to those areas prescribed by the board;
16 (C) continue or renew professional education approved by the
17 board until a satisfactory degree of skill has been attained in

HB 1138—LS 6525/DI 141



1 those areas that are the basis of the probation;

2 (D) perform or refrain from performing any acts, including
3 community restitution or service without compensation, that
4 the board considers appropriate to the public interest or to the
5 rehabilitation or treatment of the practitioner; or

6 (E) satisfactorily complete a ~~quality review (before July 1,~~
7 ~~2012)~~ or peer review ~~(after June 30, 2012)~~ specified by the
8 board as a condition for termination of probationary status if
9 the practitioner is a licensee (as defined in IC 25-2.1-1-8).

10 (6) Assess a civil penalty against the practitioner for not more
11 than one thousand dollars (\$1,000) for each violation listed in
12 sections 5 through 9 of this chapter except for a finding of
13 incompetency due to a physical or mental disability.

14 (7) Order a practitioner to pay consumer restitution to a person
15 who suffered damages as a result of the conduct or omission that
16 was the basis for the disciplinary sanctions under this chapter.

17 (b) When imposing a civil penalty under subsection (a)(6), the board
18 shall consider a practitioner's ability to pay the amount assessed. If the
19 practitioner fails to pay the civil penalty within the time specified by
20 the board, the board may suspend the practitioner's license without
21 additional proceedings. However, a suspension may not be imposed if
22 the sole basis for the suspension is the practitioner's inability to pay a
23 civil penalty.

24 (c) The board may withdraw or modify the probation under
25 subsection (a)(5) if the board finds after a hearing that the deficiency
26 that required disciplinary action has been remedied or that changed
27 circumstances warrant a modification of the order.

28 SECTION 2. IC 25-2.1-1-6.3 IS AMENDED TO READ AS
29 FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 6.3. "Compilation"
30 means providing a service **of any compilation engagement** to be
31 performed in accordance with AICPA Statements on Standards for
32 Accounting and Review Services (SSARS), ~~or other similar standards~~
33 ~~adopted by reference under IC 25-2.1-2-15 that is presenting, in the~~
34 ~~form of financial statements, information that is the representation of~~
35 ~~the management or owners without undertaking to express any~~
36 ~~assurance on the statements.~~

37 SECTION 3. IC 25-2.1-1-8.7, AS ADDED BY P.L.197-2011,
38 SECTION 75, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
39 JULY 1, 2024]: Sec. 8.7. (a) "Peer review" means a study, an appraisal,
40 or a review of at least one (1) aspect of the professional work of:

41 (1) an individual who; or

42 (2) a firm in the practice of accountancy that;



1 attests or issues compilation reports, by at least one (1) individual who
 2 holds a certificate from any state and possesses qualifications that meet
 3 the applicable substantial equivalency standards and who is
 4 independent of the individual or firm being reviewed. ~~The term~~
 5 ~~includes any part of a quality review conducted before July 1, 2012,~~
 6 ~~that becomes part of a peer review conducted or peer review report~~
 7 ~~issued after June 30, 2012.~~

8 (b) After June 30, 2012, any reference in any law, rule, or other
 9 document to "quality review" as that term was applied under this article
 10 before July 1, 2012, shall be treated as a reference to peer review.

11 SECTION 4. IC 25-2.1-2-15, AS AMENDED BY P.L.197-2011,
 12 SECTION 77, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 13 JULY 1, 2024]: Sec. 15. The board may adopt rules under IC 4-22-2
 14 governing the administration and enforcement of this article and the
 15 conduct of licensees, including the following:

- 16 (1) The board's meetings and conduct of business.
- 17 (2) The procedure of investigations and hearings.
- 18 (3) The educational and experience qualifications required for the
 19 issuance of certificates under this article and the continuing
 20 professional education required for renewal of certificates under
 21 IC 25-2.1-4.
- 22 (4) Rules of professional conduct directed to controlling the
 23 quality and probity of the practice of accountancy by licensees,
 24 including independence, integrity, and objectivity, competence
 25 and technical standards, and responsibilities to the public and
 26 clients.
- 27 (5) The actions and circumstances that constitute professing to be
 28 a licensee in connection with the practice of accountancy.
- 29 (6) The manner and circumstances of use of the title "certified
 30 public accountant" and the abbreviation "CPA".
- 31 (7) ~~Quality reviews (before July 1, 2012) or Peer reviews (after~~
 32 ~~June 30, 2012)~~ that may be required to be performed under this
 33 article.
- 34 (8) Methods of applying for and conducting the examinations,
 35 including methods for grading examinations and determining a
 36 passing grade required of an applicant for a certificate. However,
 37 the board shall to the extent possible provide that the
 38 examination, grading of the examination, and the passing grades
 39 are uniform with those applicable in other states.
- 40 (9) Substantial equivalency.
- 41 (10) Administration of the accountant investigative fund
 42 established by IC 25-2.1-8-4.



1 SECTION 5. IC 25-2.1-5-8, AS AMENDED BY P.L.168-2016,
 2 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 3 JULY 1, 2024]: Sec. 8. (a) The board shall adopt rules that require as
 4 a condition to renew a permit under this chapter, that an applicant
 5 undergo, not more than once every three (3) years, a peer review
 6 conducted in a manner the board specifies.

7 (b) The rules adopted under subsection (a) must:

8 (1) be adopted reasonably in advance of the time when a peer
 9 review first becomes effective;

10 (2) include reasonable provision for compliance by an applicant
 11 showing that the applicant has in the preceding three (3) years
 12 undergone a peer review that is a satisfactory equivalent to the
 13 peer review required under this section;

14 (3) require the firm to ~~submit a copy of~~ **allow the administering**
 15 **entity to provide access to** the results of its most recently
 16 accepted peer review **and other objective information specified**
 17 **by the rules** to the board; ~~either directly or through the~~
 18 ~~administering entity;~~

19 (4) require, with respect to peer reviews under subdivision (2),
 20 that the peer review be subject to review by an oversight ~~body~~
 21 **committee** established or sanctioned by the board that shall:

22 (A) comply with IC 25-2.1-9-4; and

23 (B) periodically report to the board on the effectiveness of the
 24 review program and provide to the board a listing of firms that
 25 have participated in a peer review program; and

26 (5) subject to section 9 of this chapter and IC 25-2.1-9-4, require,
 27 with respect to peer reviews under subdivision (2), that:

28 (A) the proceedings, records, and work papers of a review
 29 committee are privileged and are not subject to discovery,
 30 subpoena, or other means of legal process or introduction into
 31 evidence in a civil action, arbitration, administrative
 32 proceeding, or ~~Indiana board of accountancy~~ proceeding; and

33 (B) a member of the review committee or individual who was
 34 involved in the peer review process is not permitted or
 35 required to testify in a civil action, arbitration, administrative
 36 proceeding, or board proceeding to matters:

37 (i) produced, presented, disclosed or discussed during, or in
 38 connection with, the peer review process; or

39 (ii) that involve findings, recommendations, evaluations,
 40 opinions, or other actions of the committee or a committee
 41 member.

42 SECTION 6. IC 25-2.1-8-2, AS AMENDED BY P.L.197-2011,



1 SECTION 81, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
2 JULY 1, 2024]: Sec. 2. In place of or in addition to any remedy
3 specifically provided in IC 25-1-11, the board may require the
4 following of a licensee:

5 (1) To undergo a ~~quality review (before July 1, 2012) or a peer~~
6 ~~review. (after June 30, 2012).~~

7 (2) To satisfactorily complete continuing professional education
8 programs.

9 SECTION 7. IC 25-2.1-9-4, AS ADDED BY P.L.197-2011,
10 SECTION 83, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11 JULY 1, 2024]: Sec. 4. (a) This section applies to a licensee that
12 receives a peer review rating of fail ~~on a peer review report issued after~~
13 ~~June 30, 2012~~, for a peer review conducted under IC 25-2.1-5-8.

14 (b) The following definitions apply throughout this section:

15 (1) "Administering entity" refers to the ~~oversight~~ body established
16 or sanctioned by the board to conduct a peer review program.

17 (2) "Director" refers to the director of the division of consumer
18 protection in the office of the attorney general.

19 (3) "Oversight committee" refers to a committee of licensees who
20 are not board members that is designated by the board to receive
21 ~~a report. the results of a peer review.~~

22 ~~(4) "Report" refers to a peer review report described in subsection~~
23 ~~(a), including any description of the deficiencies on which the~~
24 ~~peer review rating of fail is based.~~

25 (c) The board shall provide the director with the name and contact
26 information for the administering entity.

27 (d) ~~Not more than thirty (30) days after the issuance of a report, the~~
28 ~~administering entity shall make the report available to the oversight~~
29 ~~committee.~~ The oversight committee may forward the ~~report results of~~
30 ~~a peer review~~ to the director. Receipt of the ~~report shall results may~~
31 be treated under IC 25-1-7-4, IC 25-1-7-5, and IC 25-1-7-6 as a
32 complaint submitted by the board. If, after conducting an investigation,
33 the director believes that a licensee should be subjected to disciplinary
34 sanctions by the board, the director shall report the director's
35 determination to the attorney general. Upon receiving the director's
36 report, the attorney general may prosecute the matter, on behalf of the
37 state of Indiana, before the board. IC 25-1-7-7(b) does not apply to a
38 determination related to a complaint filed under this section.

39 (e) The administering entity ~~and the peer review committee issuing~~
40 ~~a report~~ shall cooperate with an investigation under IC 25-1-7 of a
41 complaint filed under this section. ~~and with any resulting proceeding,~~
42 ~~including compliance with any request for access to or production of~~



1 the proceedings, records, and work papers of the review committee by
 2 the director, the office of the attorney general, or a party to any
 3 proceeding initiated as a result of the filing of a complaint under this
 4 section. However, all complaints and information pertaining to a
 5 complaint are confidential until the attorney general files notice with
 6 the board of the attorney general's intent to prosecute a licensee under
 7 IC 25-1-7-7. Any meeting of the board, the oversight committee, or a
 8 designee of the board or oversight committee that is required in an
 9 investigation conducted before the attorney general files notice of
 10 intent to prosecute shall be conducted as an executive session under
 11 IC 5-14-1.5-6.1.

12 SECTION 8. IC 25-2.1-9-5, AS ADDED BY P.L.197-2011,
 13 SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 14 JULY 1, 2024]: Sec. 5. An:

15 (1) entity administering a ~~quality review program before July 1,~~
 16 ~~2012; or a peer review program; after June 30, 2012;~~

17 (2) officer, member, or employee of an entity administering a
 18 ~~quality review program before July 1, 2012; or a peer review~~
 19 ~~program; after June 30, 2012;~~

20 (3) employee or member of a ~~quality review committee before~~
 21 ~~July 1, 2012; or a peer review committee; after June 30, 2012; and~~

22 (4) entity in which or for which a member of a ~~quality review~~
 23 ~~committee (before July 1, 2012) or peer review committee (after~~
 24 ~~June 30, 2012) is a sole proprietor, a partner, a shareholder, a~~
 25 ~~member, or an employee;~~

26 is immune from civil liability that would otherwise arise from
 27 communications, supervision, findings, recommendations, evaluations,
 28 reports, opinions, or other actions taken or omissions occurring in good
 29 faith in the course and scope of the duties of a ~~quality review~~
 30 ~~administering entity (before July 1, 2012) or peer review administering~~
 31 ~~entity (after June 30, 2012) or a quality review committee (before July~~
 32 ~~1, 2012) or peer review committee (after June 30, 2012) that arise~~
 33 ~~under this article, including the rules adopted by the board. The~~
 34 ~~immunity granted under this section includes immunity for an act or~~
 35 ~~omission related to any part of a quality review conducted under this~~
 36 ~~article before July 1, 2012, that becomes part of a peer review~~
 37 ~~conducted or peer review report issued after June 30, 2012.~~

38 SECTION 9. IC 25-2.1-11-2, AS AMENDED BY P.L.197-2011,
 39 SECTION 85, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 40 JULY 1, 2024]: Sec. 2. Before reinstating a suspended certificate or
 41 permit under IC 25-1-11-14, the board may require the applicant to
 42 show successful completion of specified continuing professional



1 education **or other actions**, and the board may make the reinstatement
 2 of a certificate or permit conditional on satisfactory completion of a
 3 ~~quality review (before July 1, 2012) or peer review (after June 30,~~
 4 ~~2012)~~ specified by the board.

5 SECTION 10. IC 25-2.1-14-2, AS AMENDED BY P.L.197-2011,
 6 SECTION 86, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 7 JULY 1, 2024]: Sec. 2. The information derived from or as the result
 8 of professional services is confidential and privileged. However, this
 9 section does not prohibit a certified public accountant, a public
 10 accountant, or an accounting practitioner from disclosing any data
 11 required to be disclosed by the standards of the profession:

12 (1) in rendering an opinion on the presentation of financial
 13 statements;

14 (2) in ethical investigations conducted by private professional
 15 organizations;

16 (3) in the course of ~~quality reviews (before July 1, 2012) or peer~~
 17 ~~reviews (after June 30, 2012) or an investigation or proceeding~~
 18 ~~related to a quality review (before July 1, 2012) or peer review;~~
 19 ~~(after June 30, 2012); or~~

20 (4) in making disclosure where the financial statements or the
 21 professional services of an accountant are contested.

22 SECTION 11. IC 25-2.1-14-5, AS AMENDED BY P.L.197-2011,
 23 SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 24 JULY 1, 2024]: Sec. 5. (a) This chapter does not prohibit a temporary
 25 transfer of work papers or other material necessary to carry out ~~quality~~
 26 ~~reviews (before July 1, 2012) or peer reviews, (after June 30, 2012);~~
 27 ~~conduct an investigation or proceeding related to a quality review~~
 28 ~~(before July 1, 2012) or peer review, (after June 30, 2012); or comply~~
 29 ~~with the disclosure of information under this chapter.~~

30 (b) A licensee is not required to keep any work paper beyond the
 31 period prescribed in any applicable statute.

32 SECTION 12. IC 25-4-1-18.5 IS ADDED TO THE INDIANA
 33 CODE AS A NEW SECTION TO READ AS FOLLOWS
 34 [EFFECTIVE JULY 1, 2024]: **Sec. 18.5. (a) An individual who has**
 35 **graduated from a school or college of architecture accredited by**
 36 **the National Architectural Accrediting Board, Inc., or its successor**
 37 **may profess to be an "architectural graduate" and use the term to**
 38 **describe the individual.**

39 (b) **An individual currently enrolled in, but not yet graduated**
 40 **from, a school or college of architecture accredited by the National**
 41 **Architectural Accrediting Board, Inc., or its successor may profess**
 42 **to be an "architectural intern" and use the term to describe the**



1 **individual.**

2 SECTION 13. IC 25-4-2-10.5 IS ADDED TO THE INDIANA
3 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
4 [EFFECTIVE JULY 1, 2024]: **Sec. 10.5. (a) An individual who has**
5 **graduated from an accredited curriculum of landscape**
6 **architecture presented by a college or school approved by the**
7 **board may profess to be a "landscape architectural graduate" and**
8 **use the term to describe the individual.**

9 **(b) An individual currently enrolled in, but not yet graduated**
10 **from, an accredited curriculum of landscape architecture**
11 **presented by a college or school approved by the board may**
12 **profess to be a "landscape architectural intern" and use the term**
13 **to describe the individual.**

14 SECTION 14. IC 25-23.6-5-4, AS AMENDED BY P.L.11-2023,
15 SECTION 81, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
16 JULY 1, 2024]: **Sec. 4. (a) As used in this section, "term" refers to**
17 **an academic semester, trimester, or quarter.**

18 **(b) An individual who satisfies the requirements of section 1 or 2 of**
19 **this chapter may take the examination provided by the board.**

20 **(c) An individual who:**

21 **(1) is enrolled in the last term of the last year of a program**
22 **leading to a degree that meets the requirements of section 1(1)**
23 **of this chapter; and**

24 **(2) provides a letter of good standing from the director of the**
25 **social work department or the director's designee;**

26 **may take the examination provided by the board for a license as a**
27 **social worker.**

28 **(d) A letter of good standing provided under subsection (c)(2) by**
29 **an individual who applies for a license as a social worker must**
30 **include the following information:**

31 **(1) The individual's first and last name.**

32 **(2) The type of degree and program in which the individual is**
33 **enrolled.**

34 **(3) A statement confirming that the individual is currently in**
35 **the final term of the program.**

36 **(4) The anticipated date of completion of the program.**

37 **(5) A statement confirming that the individual is in good**
38 **academic standing.**

39 SECTION 15. IC 34-30-2.1-366, AS ADDED BY P.L.105-2022,
40 SECTION 12, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
41 JULY 1, 2024]: **Sec. 366. IC 25-2.1-9-5 (Concerning immunity of an**
42 **entity administering a ~~quality review~~ (before July 1, 2012) or peer**



1 review (after June 30, 2012) program and members of a quality review
2 committee (before July 1, 2012) or peer review committee). (after June
3 30, 2012)).
4 SECTION 16. IC 34-46-2-17, AS AMENDED BY P.L.197-2011,
5 SECTION 126, IS AMENDED TO READ AS FOLLOWS
6 [EFFECTIVE JULY 1, 2024]: Sec. 17. IC 25-2.1-5-8 (Concerning
7 proceedings, records, and work papers of a quality review committee
8 that conducts a quality review of an accounting firm before July 1,
9 2012, or a peer review committee that conducts a peer review of an
10 accounting firm). after June 30, 2012):



COMMITTEE REPORT

Mr. Speaker: Your Committee on Employment, Labor and Pensions, to which was referred House Bill 1138, 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, between the enacting clause and line 1, begin a new paragraph and insert:

"SECTION 1. IC 25-1-11-12, AS AMENDED BY P.L.197-2011, SECTION 74, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 12. (a) The board may impose any of the following sanctions, singly or in combination, if the board finds that a practitioner is subject to disciplinary sanctions under sections 5 through 9 of this chapter:

- (1) Permanently revoke a practitioner's license.
 - (2) Suspend a practitioner's license.
 - (3) Censure a practitioner.
 - (4) Issue a letter of reprimand.
 - (5) Place a practitioner on probation status and require the practitioner to:
 - (A) report regularly to the board upon the matters that are the basis of probation;
 - (B) limit practice to those areas prescribed by the board;
 - (C) continue or renew professional education approved by the board until a satisfactory degree of skill has been attained in those areas that are the basis of the probation;
 - (D) perform or refrain from performing any acts, including community restitution or service without compensation, that the board considers appropriate to the public interest or to the rehabilitation or treatment of the practitioner; or
 - (E) satisfactorily complete a ~~quality review (before July 1, 2012) or peer review (after June 30, 2012)~~ specified by the board as a condition for termination of probationary status if the practitioner is a licensee (as defined in IC 25-2.1-1-8).
 - (6) Assess a civil penalty against the practitioner for not more than one thousand dollars (\$1,000) for each violation listed in sections 5 through 9 of this chapter except for a finding of incompetency due to a physical or mental disability.
 - (7) Order a practitioner to pay consumer restitution to a person who suffered damages as a result of the conduct or omission that was the basis for the disciplinary sanctions under this chapter.
- (b) When imposing a civil penalty under subsection (a)(6), the board



shall consider a practitioner's ability to pay the amount assessed. If the practitioner fails to pay the civil penalty within the time specified by the board, the board may suspend the practitioner's license without additional proceedings. However, a suspension may not be imposed if the sole basis for the suspension is the practitioner's inability to pay a civil penalty.

(c) The board may withdraw or modify the probation under subsection (a)(5) if the board finds after a hearing that the deficiency that required disciplinary action has been remedied or that changed circumstances warrant a modification of the order.

SECTION 2. IC 25-2.1-1-6.3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 6.3. "Compilation" means providing a service **of any compilation engagement** to be performed in accordance with AICPA Statements on Standards for Accounting and Review Services (SSARS). ~~or other similar standards adopted by reference under IC 25-2.1-2-15 that is presenting, in the form of financial statements, information that is the representation of the management or owners without undertaking to express any assurance on the statements.~~

SECTION 3. IC 25-2.1-1-8.7, AS ADDED BY P.L.197-2011, SECTION 75, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 8.7. (a) "Peer review" means a study, an appraisal, or a review of at least one (1) aspect of the professional work of:

- (1) an individual who; or
- (2) a firm in the practice of accountancy that;

attests or issues compilation reports, by at least one (1) individual who holds a certificate from any state and possesses qualifications that meet the applicable substantial equivalency standards and who is independent of the individual or firm being reviewed. ~~The term includes any part of a quality review conducted before July 1, 2012; that becomes part of a peer review conducted or peer review report issued after June 30, 2012.~~

(b) After June 30, 2012, any reference in any law, rule, or other document to "quality review" as that term was applied under this article before July 1, 2012, shall be treated as a reference to peer review.

SECTION 4. IC 25-2.1-2-15, AS AMENDED BY P.L.197-2011, SECTION 77, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 15. The board may adopt rules under IC 4-22-2 governing the administration and enforcement of this article and the conduct of licensees, including the following:

- (1) The board's meetings and conduct of business.
- (2) The procedure of investigations and hearings.



(3) The educational and experience qualifications required for the issuance of certificates under this article and the continuing professional education required for renewal of certificates under IC 25-2.1-4.

(4) Rules of professional conduct directed to controlling the quality and probity of the practice of accountancy by licensees, including independence, integrity, and objectivity, competence and technical standards, and responsibilities to the public and clients.

(5) The actions and circumstances that constitute professing to be a licensee in connection with the practice of accountancy.

(6) The manner and circumstances of use of the title "certified public accountant" and the abbreviation "CPA".

(7) ~~Quality reviews (before July 1, 2012)~~ or Peer reviews (after ~~June 30, 2012~~) that may be required to be performed under this article.

(8) Methods of applying for and conducting the examinations, including methods for grading examinations and determining a passing grade required of an applicant for a certificate. However, the board shall to the extent possible provide that the examination, grading of the examination, and the passing grades are uniform with those applicable in other states.

(9) Substantial equivalency.

(10) Administration of the accountant investigative fund established by IC 25-2.1-8-4.

SECTION 5. IC 25-2.1-5-8, AS AMENDED BY P.L.168-2016, SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 8. (a) The board shall adopt rules that require as a condition to renew a permit under this chapter, that an applicant undergo, not more than once every three (3) years, a peer review conducted in a manner the board specifies.

(b) The rules adopted under subsection (a) must:

(1) be adopted reasonably in advance of the time when a peer review first becomes effective;

(2) include reasonable provision for compliance by an applicant showing that the applicant has in the preceding three (3) years undergone a peer review that is a satisfactory equivalent to the peer review required under this section;

(3) require the firm to ~~submit a copy of~~ **allow the administering entity to provide access to** the results of its most recently accepted peer review **and other objective information specified by the rules** to the board; ~~either directly or through the~~



~~administering entity;~~

(4) require, with respect to peer reviews under subdivision (2), that the peer review be subject to review by an oversight ~~body~~ **committee** established or sanctioned by the board that shall:

(A) comply with IC 25-2.1-9-4; and

(B) periodically report to the board on the effectiveness of the review program and provide to the board a listing of firms that have participated in a peer review program; and

(5) subject to section 9 of this chapter and IC 25-2.1-9-4, require, with respect to peer reviews under subdivision (2), that:

(A) the proceedings, records, and work papers of a review committee are privileged and are not subject to discovery, subpoena, or other means of legal process or introduction into evidence in a civil action, arbitration, administrative proceeding, or ~~Indiana board of accountancy~~ proceeding; and

(B) a member of the review committee or individual who was involved in the peer review process is not permitted or required to testify in a civil action, arbitration, administrative proceeding, or board proceeding to matters:

(i) produced, presented, disclosed or discussed during, or in connection with, the peer review process; or

(ii) that involve findings, recommendations, evaluations, opinions, or other actions of the committee or a committee member.

SECTION 6. IC 25-2.1-8-2, AS AMENDED BY P.L.197-2011, SECTION 81, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 2. In place of or in addition to any remedy specifically provided in IC 25-1-11, the board may require the following of a licensee:

(1) To undergo a ~~quality review (before July 1, 2012) or a peer review. (after June 30, 2012).~~

(2) To satisfactorily complete continuing professional education programs.

SECTION 7. IC 25-2.1-9-4, AS ADDED BY P.L.197-2011, SECTION 83, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 4. (a) This section applies to a licensee that receives a peer review rating of fail ~~on a peer review report issued after June 30, 2012;~~ for a peer review conducted under IC 25-2.1-5-8.

(b) The following definitions apply throughout this section:

(1) "Administering entity" refers to the ~~oversight~~ body established or sanctioned by the board to conduct a peer review program.

(2) "Director" refers to the director of the division of consumer



protection in the office of the attorney general.

(3) "Oversight committee" refers to a committee of licensees who are not board members that is designated by the board to receive ~~a report.~~ **the results of a peer review.**

(4) "Report" refers to a peer review report described in subsection (a); ~~including any description of the deficiencies on which the peer review rating of fail is based.~~

(c) The board shall provide the director with the name and contact information for the administering entity.

(d) ~~Not more than thirty (30) days after the issuance of a report, the administering entity shall make the report available to the oversight committee.~~ The oversight committee may forward the **report results of a peer review** to the director. Receipt of the ~~report shall results may~~ be treated under IC 25-1-7-4, IC 25-1-7-5, and IC 25-1-7-6 as a complaint submitted by the board. If, after conducting an investigation, the director believes that a licensee should be subjected to disciplinary sanctions by the board, the director shall report the director's determination to the attorney general. Upon receiving the director's report, the attorney general may prosecute the matter, on behalf of the state of Indiana, before the board. IC 25-1-7-7(b) does not apply to a determination related to a complaint filed under this section.

(e) The administering entity ~~and the peer review committee issuing a report~~ shall cooperate with an investigation under IC 25-1-7 of a complaint filed under this section. ~~and with any resulting proceeding; including compliance with any request for access to or production of the proceedings, records, and work papers of the review committee by the director, the office of the attorney general, or a party to any proceeding initiated as a result of the filing of a complaint under this section.~~ However, all complaints and information pertaining to a complaint are confidential until the attorney general files notice with the board of the attorney general's intent to prosecute a licensee under IC 25-1-7-7. Any meeting of the board, the oversight committee, or a designee of the board or oversight committee that is required in an investigation conducted before the attorney general files notice of intent to prosecute shall be conducted as an executive session under IC 5-14-1.5-6.1.

SECTION 8. IC 25-2.1-9-5, AS ADDED BY P.L.197-2011, SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 5. An:

(1) entity administering a ~~quality review program before July 1, 2012; or a peer review program; after June 30, 2012;~~

(2) officer, member, or employee of an entity administering a



quality review program before July 1, 2012; or a peer review program; after June 30, 2012;

(3) employee or member of a quality review committee before July 1, 2012; or a peer review committee; after June 30, 2012; and

(4) entity in which or for which a member of a quality review committee (before July 1, 2012) or peer review committee (after June 30, 2012) is a sole proprietor, a partner, a shareholder, a member, or an employee;

is immune from civil liability that would otherwise arise from communications, supervision, findings, recommendations, evaluations, reports, opinions, or other actions taken or omissions occurring in good faith in the course and scope of the duties of a quality review administering entity (before July 1, 2012) or peer review administering entity (after June 30, 2012) or a quality review committee (before July 1, 2012) or peer review committee (after June 30, 2012) that arise under this article, including the rules adopted by the board. The immunity granted under this section includes immunity for an act or omission related to any part of a quality review conducted under this article before July 1, 2012; that becomes part of a peer review conducted or peer review report issued after June 30, 2012.

SECTION 9. IC 25-2.1-11-2, AS AMENDED BY P.L.197-2011, SECTION 85, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 2. Before reinstating a suspended certificate or permit under IC 25-1-11-14, the board may require the applicant to show successful completion of specified continuing professional education **or other actions**, and the board may make the reinstatement of a certificate or permit conditional on satisfactory completion of a quality review (before July 1, 2012) or peer review (after June 30, 2012) specified by the board.

SECTION 10. IC 25-2.1-14-2, AS AMENDED BY P.L.197-2011, SECTION 86, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 2. The information derived from or as the result of professional services is confidential and privileged. However, this section does not prohibit a certified public accountant, a public accountant, or an accounting practitioner from disclosing any data required to be disclosed by the standards of the profession:

- (1) in rendering an opinion on the presentation of financial statements;
- (2) in ethical investigations conducted by private professional organizations;
- (3) in the course of quality reviews (before July 1, 2012) or peer reviews (after June 30, 2012) or an investigation or proceeding



related to a ~~quality review (before July 1, 2012) or peer review; (after June 30, 2012);~~ or

(4) in making disclosure where the financial statements or the professional services of an accountant are contested.

SECTION 11. IC 25-2.1-14-5, AS AMENDED BY P.L.197-2011, SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 5. (a) This chapter does not prohibit a temporary transfer of work papers or other material necessary to carry out ~~quality reviews (before July 1, 2012) or peer reviews, (after June 30, 2012);~~ conduct an investigation or proceeding related to a ~~quality review (before July 1, 2012) or peer review, (after June 30, 2012);~~ or comply with the disclosure of information under this chapter.

(b) A licensee is not required to keep any work paper beyond the period prescribed in any applicable statute.

SECTION 12. IC 25-4-1-18.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: **Sec. 18.5. (a) An individual who has graduated from a school or college of architecture accredited by the National Architectural Accrediting Board, Inc., or its successor may profess to be an "architectural graduate" and use the term to describe the individual.**

(b) An individual currently enrolled in, but not yet graduated from, a school or college of architecture accredited by the National Architectural Accrediting Board, Inc., or its successor may profess to be an "architectural intern" and use the term to describe the individual.

SECTION 13. IC 25-4-2-10.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: **Sec. 10.5. (a) An individual who has graduated from an accredited curriculum of landscape architecture presented by a college or school approved by the board may profess to be a "landscape architectural graduate" and use the term to describe the individual.**

(b) An individual currently enrolled in, but not yet graduated from, an accredited curriculum of landscape architecture presented by a college or school approved by the board may profess to be a "landscape architectural intern" and use the term to describe the individual."

Page 2, after line 8, begin a new paragraph and insert:

"SECTION 15. IC 34-30-2.1-366, AS ADDED BY P.L.105-2022, SECTION 12, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 366. IC 25-2.1-9-5 (Concerning immunity of an



entity administering a ~~quality review (before July 1, 2012) or peer review (after June 30, 2012)~~ program and members of a ~~quality review committee (before July 1, 2012) or peer review committee~~. (~~after June 30, 2012~~)).

SECTION 16. IC 34-46-2-17, AS AMENDED BY P.L.197-2011, SECTION 126, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2024]: Sec. 17. IC 25-2.1-5-8 (Concerning proceedings, records, and work papers of a ~~quality review committee that conducts a quality review of an accounting firm before July 1, 2012; or a peer review committee that conducts a peer review of an accounting firm~~). ~~after June 30, 2012~~)." .

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1138 as introduced.)

VANNATTER

Committee Vote: yeas 9, nays 0.

