

Joint Committee on Financial Services
The 194th General Court of the Commonwealth of Massachusetts
2025-2026
Bill Summary

Bill No: H1086

Title: AN ACT AUTHORIZING INSURANCE PROVIDERS TO EXTEND MOTOR VEHICLE LIABILITY INSURANCE REBATES TO CUSTOMERS WITH SAFE DRIVING RECORDS

Sponsor: Representative Bruce J. Ayers

Hearing Date: May 27, 2025

Reporting Date: July 26, 2025

Similar Matters: N/A

Prior History: H903 (2019-2020) Study, H1033 (2021-2022) Study; H930 (2023-2024) Study

Current Law:

Chapter 175 Section 182 -Special inducements, etc.; rebates; loans in connection with student loan insurance programs: The law currently bans workers compensation insurance and car insurance companies from extending rebates to customers to make policies cheaper than rate submitted to the commissioner.

Summary:

This bill includes several amendments to Chapter 175 of the General Laws regarding motor vehicle liability insurance policies. Section 1 removes a specific reference to motor vehicle liability bonds and policies from the definition of an insurance policy. Section 2 allows insurance companies to offer rebates or partial refunds of policy premiums to safe drivers who have not been involved in any surchargeable incidents during the policy period. The insurance companies must offer this incentive to all policyholders who meet the criteria and must first submit their plan to the commissioner for approval. Section 3 removes the same specific reference to motor vehicle liability bonds and policies from a clause related to policy cancellation. Finally, Section 4 allows individuals to participate in any motor vehicle liability policy rebate or partial refund program that has been approved by the commissioner.