

By Ms. Melconian, a petition (accompanied by bill, Senate, No. 658) of Linda J. Melconian for legislation to establish a group automobile insurance demonstration project in the counties of Hampden and Worcester. Insurance.

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**The Commonwealth of Massachusetts**

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In the Year One Thousand Nine Hundred and Ninety-Two.

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AN ACT RELATIVE TO ESTABLISHING A GROUP AUTOMOBILE INSURANCE DEMONSTRATION PROJECT IN THE COUNTIES OF HAMPDEN AND WORCESTER.

*Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:*

1 Notwithstanding any special or general law to the contrary, the  
2 commissioner of insurance is hereby authorized and directed to  
3 establish a demonstration project for group marketing of auto  
4 insurance which shall be subject to supervision by the  
5 commissioner. Said project shall be conducted in the counties of  
6 Hampden and Worcester. The type and size of the project group  
7 shall be determined by the commissioner. The project shall include  
8 incentives to insurers and insureds to participate in the project;  
9 underwriting programs; plans to encourage competition for  
10 participation among insurance companies; and conditions for  
11 membership in the project plan, including but not limited to,  
12 regular re-testing of driving skills, claim management, payroll  
13 deduction, amounts of deductibles and theft prevention assistance  
14 provided, however, that insurance issued pursuant to a group  
15 marketing plan shall be cedeable and the experience of each group  
16 plan, both voluntary and ceded, shall be used in determining a  
17 company's losses and expenses in accordance with the attribution  
18 rules established under the provisions of section one hundred and  
19 thirteen H and the provisions of section one hundred and sixty-  
20 two D. Said project shall be implemented on or before July first,  
21 nineteen hundred and ninety-two. A report on said project shall

22 be filed with the clerks of the House of Representatives and the  
23 Senate on or before March first, nineteen hundred and ninety-  
24 two and shall include all matters deemed relevant to the  
25 establishment of the project and that will also expand and improve  
26 the number and quality of the choices of private passenger motor  
27 vehicle insurance products available to the consumers of private  
28 passenger motor vehicle insurance.