

By Mr. Amorello, a petition (accompanied by bill, Senate, No. 24) of Matthew J. Amorello, Bruce E. Tarr and Paul Kollios for legislation to limit finance charges assessed by insurance companies for installment payments of motor vehicle insurance. Commerce and Labor.

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**The Commonwealth of Massachusetts**

In the Year One Thousand Nine Hundred and Ninety-Four

AN ACT RELATIVE TO THE LIST OF LEGAL INVESTMENTS PREPARED BY THE COMMISSIONER OF BANKS.

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

1 Auto insurance providers in the Commonwealth, when comput-  
2 ing finance charges for those ratepayers who pay their annual  
3 Massachusetts into insurance coverage in monthly installments, or  
4 other means of extended payment, shall be prohibited from assess-  
5 ing finance charges at a rate greater than one percent above the  
6 current prime lending rate. At no time, regardless of the level of  
7 the prime lending rate, may finance charges exceed ten percent of  
89 the total balance due.

