



2026 Accident Benefits Reforms – What Ontario Drivers Need to Know



What are Statutory Accident Benefits?

Statutory Accident Benefits (SABs) can provide financial support if you are injured in an auto accident. These benefits can be available regardless of who caused the accident and can cover things like medical treatment, rehabilitation and income if you can't work because of your injuries.

What's changing?

Starting July 1, 2026, Ontario drivers will have more choice and control over their coverage. While certain essential benefits will remain mandatory, many others will be optional and can be selected or removed when purchasing or renewing your policy.

If you're an existing customer, your policy will renew with the same coverage and limits, unless you agree with your insurer in writing to decline the benefits or make changes to them. However, who is covered under your policy for newly optional

benefits will change on July 1, 2026, regardless of renewal effective date. Before making changes, check if your personal or work benefits already provide similar coverage.

Customers who are purchasing or renewing a policy on or after July 1, 2026, can choose which optional accident benefits they would like to purchase.

Essential accident benefits coverage remains

Standard medical, rehabilitation and attendant care benefits will continue to be included in all auto insurance policies. These benefits are available regardless of who caused the accident. They cover medical expenses, therapy, and personal care assistance for injuries from an accident including doctor visits, physiotherapy, and help with daily activities like bathing and dressing.

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Optional benefit	What it covers
Income replacement	Helps replace income you or another covered person may lose because of an auto accident.
Non-earner	If you or another covered person is a student or unemployed and an auto accident keeps you from leading a normal life, this benefit can provide financial support while you recover.
Caregiver benefits	Helps cover caregiving expenses if you or another covered person is injured in an auto accident and can no longer provide care for a household member, such as a child or aging parent, who needs it.
Lost educational expenses	If an auto accident keeps you or another covered person from attending school or an education program, this benefit can help cover the costs you have lost.
Expenses of visitors	Helps cover reasonable and necessary expenses of visitors, such as a sibling or parents, if you or another covered person is injured in an auto accident.
Housekeeping and home maintenance	Helps cover costs if you or another covered person is unable to perform the housekeeping and home maintenance tasks normally done before an auto accident.
Damage to personal items	Helps cover the cost to repair or replace personal items (e.g., clothing, prescription eyewear, hearing aids, etc.) damaged in an auto accident.
Death benefits	Compensates some family members if you or another covered person die due to an auto accident.
Funeral benefits	Helps cover some funeral costs if you or another covered person die due to an auto accident.

Benefits that will remain optional

You can still choose to add the following benefits to your policy:

Optional benefit	What it covers
Supplementary medical, rehabilitation and attendant care benefits	Helps replace income you or another covered person may lose because of an auto accident.
Dependant care benefits	If you or another covered person is a student or unemployed and an auto accident keeps you from leading a normal life, this benefit can provide financial support while you recover.
Indexation benefits	Helps cover caregiving expenses if you or another covered person is injured in an auto accident and can no longer provide care for a household member, such as a child or aging parent, who needs it.

Who is covered?

Although existing policies will renew with the same coverage and limits, who is covered under policies for newly optional accident benefits will change on July 1, 2026, regardless of renewal effective date.

Optional accident benefits under your auto policy will only cover the following individuals:

- The named insured
- The spouse of the named insured
- Dependants of the named insured and of the named insured's spouse
- Persons specified in the policy as drivers of the automobile

What steps should I take?

- Review your current coverage to understand what benefits you have today in your auto insurance policy.
- Review coverage you may already have through your workplace, private benefits plan, or life and health insurance providers.
- Think about your needs. Consider which coverage is right for you.
- Speak to your broker to learn more about your options.

Make informed decisions; choose the benefits that best fit your needs and budget.

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As of July 1, 2026, Ontario automobile insurance rules are changing regarding Caregiver Benefits and Housekeeping & Home Maintenance Benefits. Under your existing policy, these benefits are only available if you suffer a "catastrophic impairment" however you have the option to purchase coverage that applies to "Any impairment" (which includes both catastrophic and non-catastrophic injuries).

Before making changes, check if your personal or work benefits already provide similar coverage.

Need help?

Speak to your Marsh Risk broker or contact us at Marsh.Canada@marsh.com

Disclaimer

The descriptions of the statutory accident benefits in this document is a summary of the statutory accident benefits in Ontario Regulation 34/10 (the "SABS"). Do not rely on this summary alone. For full details, refer to the SABS or speak with your broker.

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