



## UNDERSTANDING AUTOMOBILE INSURANCE

### REVIEW QUIZ ANSWER KEY

NAME THE AUTOMOBILE INSURANCE COVERAGES THAT WOULD PROTECT YOU IN EACH OF THE FOLLOWING EXAMPLES:

1. You back into a moving van and crush a refrigerator, a box of pots and pans, and a wingback chair. One of the mover's hands is caught and a finger is broken. You are legally responsible for all damages.

Property Damage & Bodily Injury Liability

2. On your way to the grocery store, your car is hit from behind by tourists. They have no liability coverage. There is no damage to your car, but you strain your neck.

Uninsured Motorists or Medical Payments

3. While riding a bike in the park you are struck head-on by a speeder. Your face gets cut and requires plastic surgery. Your insurance pays for the plastic surgery. You discover that the same coverage would pay expenses—even burial—for you and your passenger if you had been in an accident in which you were at fault.

Medical Payments

4. You park your car on a hill. While you're out of the car the brakes fail and the car crashes into a culvert. Your insurance pays for all but \$100 worth of damage to your car.

Collision

5. While driving to a concert in the country, your car breaks down. Your insurance covers the cost of moving the car to a service station.

Towing and Labor

6. Your neighbor accidentally knocks a pot of geraniums off the balcony of her 12th floor condo. The pot puts a dent in the roof of your car parked on the street below. Your insurance not only pays all repairs, it also covers you for fire, theft, vandalism, flood, lightning, earthquake, explosion, riot, missiles, or collision with an animal. This insurance is even less expensive if you carry a deductible.

Other Than Collision (Comprehensive)