

Auto Insurance Worksheet

1. On a liability auto insurance policy, what does 250/500/100 mean? Be specific about value and purpose. (6 pts)

250 –

500 –

100 -

2. List at least 3 reasons that people who live in different communities often pay different premiums for the same amount of auto insurance coverage? (3 pts)

1.

2.

3.

3. What type of contract specifies the terms of insurance coverage? (1 pt)

4. Compare and contrast the terms premium and deductible. How does one impact the other? (6 pts)

5. How can a bad driving record impact your insurance coverage? What happens if you are dropped by your insurance company? (4 pts)

6. What is Oregon's minimum liability limit? (1 pt)

7. What type of insurance provides protection for damages to your own vehicle? (1 pt)

8. Which factors affect the costs of auto insurance? Check all that apply.

- | | | |
|-------------------------|--|-----------------------------|
| _____ your age | _____ your gender | _____ your income |
| _____ vehicle's usage | _____ the color the car | _____ your grades (teens) |
| _____ quality of stereo | _____ your marital status | _____ your car's age |
| _____ policy coverage | _____ your car's value (make/model) | _____ # of vehicles you own |

9. Name at least 3 other factors that impact the cost of auto insurance and briefly explain the impact - how/why? Note – do not re-use the information from questions #2 & #5 (6 pts)

1. _____ -
2. _____ -
3. _____ -

10. Identify the type of auto insurance coverage needed in each situation.

- a. The snow was coming down hard and the roads were icy. As Jeff was rounding a corner, his car went into a skid and left the road. The car went through a fence before it came to rest in someone's yard. What coverage would pay for damage to the fence and yard?
- b. Mary and her friends were talking and laughing while driving back to you after lunch. The car in front of Mary stopped for a pedestrian in the crosswalk. Mary didn't notice in time and ran into the back of the car. Mary's friend Keesha was injured when she hit her head on the dash. What coverage would pay for Keesha's injuries?
- c. Returning home one evening, Jason momentarily lost concentration. When he regained focus, he noticed a deer in the road, but could not avoid hitting it. His windshield was damaged and needed to be replaced. What coverage would pay for damage to the windshield?
- d. Jill parked her car on the street in downtown Corvallis and walked to a nearby restaurant. When she returned to her vehicle, the entire side of the car was scratched and damaged. No one around had witnessed the accident. What coverage would pay for damage to Jill's car?