

## WHICH INSURANCE PAYS?

**No-fault insurance has three components: 1) PIP (Personal Injury Protection; 2) PPI (Property Protection Insurance); and 3) Residual Liability Insurance.**

**Optional coverages are: Collision (regular, broad, and limited) and Comprehensive**

1. Jim is injured in an accident. His medical bills total \$9,500.00 Which insurance pays?
2. Kate slides off the road in a snowstorm and knocks over decorative shrubs. The cost to replace them is \$3,400. Which insurance pays?
3. Dave is in an at-fault accident. He ran a stop sign and hit a car in the intersection. Two people were injured and their medical bills came to \$12,800. Which insurance pays?
4. Michelle is in an accident that's not her fault. Damage to her car is \$4,000.
  - a. She has regular collision with \$100 deductible.
    - i. Michelle pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
  - b. She has broad collision with \$100 deductible.
    - i. Michelle pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
  - c. She has limited collision with \$100 deductible.
    - i. Michelle pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
5. Jerry is in an at-fault accident. Damage to the car is \$4,000.
  - a. He has regular collision with \$100 deductible.

PERSONAL FINANCE

- i. Jerry pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
  - b. He has broad collision with \$100 deductible.
    - i. Jerry pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
  - c. He has limited collision with \$100 deductible.
    - i. Jerry pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
6. Nadia is in an accident and is out of work for three months. Her normal salary is \$1,000/month. How much replacement salary does PIP insurance pay to her?
7. COLLISION OR COMPREHENSIVE: Which insurance pays?
- A. Hit a deer
  - B. Hit a tree
  - C. Car is stolen
  - D. Car catches on fire
  - E. Car rolls over down a steep embankment
8. Bill has a \$250 deductible for regular collision and a \$100 deductible for comprehensive.
- A. A tree limb falls on his car during a windstorm and causes \$1,000 in damages.
    - i. Bill pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.
  - B. He has an accident that is not his fault (a car bumps him), and it causes \$1,000 in damages.
    - i. Bill pays \_\_\_\_?\_\_\_\_\_.
    - ii. The insurance company pays \_\_\_\_?\_\_\_\_\_.