

AUTOMOBILE INSURANCE REVIEW

Name _____

Date _____

Class _____

	Total Points Earned
13	Total Points Possible
	Percentage

Directions: Complete the following questions about automobile insurance.

1. The snow was coming down heavily and the roads were becoming icy. As Jill came around the corner, her car went into a skid and came to rest in someone's yard. The car went through a chain link fence before it stopped. What coverage would pay for the repair of the fence and the damage to the yard? (1 point)

2. Mary and her friends were talking and laughing while driving back to school from lunch. When the car in front of Mary stopped for a pedestrian in the crosswalk, Mary did not notice and ran into the back of the car. A passenger in Mary's car was injured when she hit the windshield. What coverage would pay for the injuries to the passenger? (1 point)

What coverage would pay for the medical bills for the driver of the car Mary hit? (1 point)

3. Returning home one evening, Jim momentarily lost concentration. When he looked back to the road, he could not avoid hitting a deer crossing the road and damaged his vehicle. What type of insurance coverage would pay for the damage to his vehicle? (1 point)

4. Jason parked his car on a back street and walked to the bank. When he returned to his vehicle, the entire side of the car had been damaged. No one had witnessed the accident. Would any insurance coverage pay for the damages in this hit and run case? If so, what type? (2 points)

5. What affects the cost of automobile insurance? Check the applicable factors. (5 points)

<input type="checkbox"/> Your age	<input type="checkbox"/> Value of car	<input type="checkbox"/> Community in which you live
<input type="checkbox"/> Color of car	<input type="checkbox"/> Your income	<input type="checkbox"/> How many passengers are in the vehicle
<input type="checkbox"/> Grades for a teen	<input type="checkbox"/> Marital status	

6. What is the relationship between risk and insurance? (2 points)

