

Name _____

Period _____



Buying Insurance

Most people do not comparison shop when they buy car insurance. They also usually do not understand what they are buying. Define each of the following terms and find out what the minimum amount of coverage is required in your state.

Coverage Term	Definition	State Minimum Coverage
Bodily injury		
Property damage		
Collision		
Deductible		
Comprehensive		
Medical payments		
Personal injury		
Uninsured/ Underinsured Motorist		

You are going to compare premium rates for an auto insurance policy from three different companies. To do this, please answer the questions below.

The state you live in is _____

Gender _____

Age _____

Marital Status _____

Number of accidents _____ Number of tickets _____

Year and make of car _____

The primary purpose of the car is _____

Mileage between home and school _____

Number of miles driven in a year _____

Cost Comparison of Coverages	Company	Company
Bodily injury		
Amount		
Property damage		
Amount		
Collision		
Deductible		
Comprehensive		
Deductible		
Medical payments		
Amount		
Personal injury		
Amount		
Uninsured/Underinsured Motorist		
Amount		
Total		
Did you get the information from an agent or the internet?		

Answer the following questions.

What factors should you consider, besides the premiums, when buying car insurance?

Is it worth saving money to have a lower amount of liability insurance?

Is it worth saving money to have higher deductibles?
