

TYPES OF INSURANCE ANSWER KEY

What Covers This Risk? Activity 1.10.1.H1:

Automobile

- You hit and injured a pedestrian in a crosswalk.
- Brake failure. Hit a telephone pole and caused damage to the front of the car.
- Car needs dent repaired after being hit while parked at the grocery store.

Health

- Hospital visit due to snake bite while camping in Yellowstone.
- Need a cast after breaking an ankle while rollerblading.
- A doctor diagnoses a child with tonsillitis during a visit to a clinic.

Life

- After losing her husband to a heart attack, the wife is left alone to care for 2 children.
- A daughter, who is financially responsible for her mother's nursing home bills, dies from an undetected heart defect.

Disability

- Injured in an auto accident, unable to work for 2 months.

Homeowner's / Renter's

- Kitchen destroyed by fire.
- Stereo was stolen from home.
- Stereo stolen from car.
- Garage destroyed by fire after being struck by lightning.

None

- Sick at home from food poisoning after eating a carnival corn dog.
- Speeding ticket.
- Increase in power bill due to weather conditions.
- Need new muffler.
- Computer crashes from virus.
- Lost a neighbor's tool.
- Chose to get a nose job.
- Buy new tires for your truck.
- Toilet cracked and needs to be replaced.
- Broken ribs keep a worker home for 2 days.
- A single & independent college student dies in an avalanche.

Types of Insurance worksheet 1.10.1.A1:

1. An arrangement between an individual (consumer) and an insurer (insurance company) to protect the individual against risk.
2. Premium, deductible
3. Liability
4. No; the uninsured/underinsured motorists insurance protects her from being liable when involved in an accident with a driver without insurance or who is underinsured.
5. Hospital, surgical, dental, vision, long-term care, prescription
6. People who have a dependent spouse, dependent children, an aging or disabled dependent relative, or business owners.
7. It replaces a portion of one's income if they become unable to work due to illness or injury.
8. Enough to cover the replacement cost which will pay to rebuild the home
9. It protects the insured from loss of the contents of the dwelling rather than the dwelling itself.
The landlord's insurance policy does not cover the renter's personal possessions.



Insurance Terminology Scramble worksheet 1.10.1.A2:

1. deductible
2. homeowners
3. risk
4. premium
5. health
6. policyholder
7. automobile
8. policy
9. beneficiary
10. insurance
11. disability
12. life

