

Insurance Lecture Notes

Health insurance pays the medical bills in case you, or your family members, become sick or injured.

Disability income insurance essentially pays your income from a job if you are sick or physically unable to work for long periods of time.

Life Insurance

- Protects people who depend on you financially in the event of your untimely death.
- Anytime someone else depends on your income to help pay bills, you need life insurance.

Whole Life Insurance

- Life insurance policy where premiums are paid throughout life and the policy pays a stated sum at death to the beneficiary.
- The amount of the premium depends primarily on the age of the insured at the time the policy is purchased and the amount of coverage.

Term Life Insurance

- A life insurance policy that remains in effect for a specified period of time.
- If the insured survives beyond that time, coverage ceases with no remaining value.

Property Insurance

- Protects your material possessions in case they are damaged by fire, flood, or theft.

Auto Insurance Policies

The following factors can influence the cost of the policy:

- Age
- Gender
- Marital status
- Type of car
- Cost of repairs
- Driving Record
- Mileage
- Location
- Law enforcement