

## Lesson 2 Coverages

### 2.1 Requirements

In this lab, you will gain familiarity with coverages in the product model. You will practice locating coverages using the Product Designer tool.

### 2.2 Coverages



#### Activity

Investigate Coverages.

Investigate how coverages fit into the product model and use the Product Designer tool to find them.

1. Which policy line has the smallest number of “Coverables”? Coverables can be identified using the Covered Object column on the Coverages page.
2. A line-level coverable is used to represent the insured. Does every policy line have a coverable at the line level?
3. Which policy lines have more than ten (10) coverage categories? How did you find the answer?
4. For the Personal Auto policy line, identify one coverage which:
  - a) Is automatically added to the policy (if available) and cannot be declined
  - b) Is automatically added to the policy (if available) but can be declined.
  - c) Is not automatically added to the policy.
5. The Personal Auto policy line includes a coverage named “Death & Disability Benefit”. What are the availability criteria for this coverage?



#### Stop

### 2.3 Solutions



#### Solutions

1. Which policy line has the smallest number of “Coverables”? Coverables can be identified using the Covered Object column on the Coverages page.

*General Liability*

2. **A line-level coverable is used to represent the insured. Does every policy line have a coverable at the line level?**

*Not every line. Inland Marine lacks line-level coverable.*

3. **Which policy lines have more than ten (10) coverage categories? How did you find the answer?**

*BOP, CA, HO. Using the Product Designer, look at each Policy Line and then examine the Categories option.*

4. **For the Personal Auto policy line, identify one coverage which:**

- a) Is automatically added to the policy (if available) and cannot be declined.

*Liability - Bodily Injury and Property Damage, PIP – Delaware, PIP – Hawaii, PIP – Utah, PIP – Pennsylvania, PIP – Oregon, PIP - North Dakota, PIP - New York, PIP - New Jersey, PIP – Minnesota, PIP – Michigan, PIP – Massachusetts, Property Protection Insurance*

- b) Is automatically added to the policy (if available) but can be declined.

*Uninsured Motorist - Property Damage, Uninsured Motorist - Bodily Injury, PIP – Washington, PIP – Texas, PIP – Kentucky, PIP - District of Columbia, PIP - Arkansas Mexico Coverage – Limited, Medical Payments, Comprehensive, Collision - Limited Coverage, Collision,*

- c) Is not automatically added to the policy.

*Electronic Equipment, Rental Car Loss of Use, Rental Reimbursement, Tape / Disc Media, Towing and Labor, Underinsured Motorist - Property Damage*

5. **The Personal Auto policy line includes a coverage named “Death & Disability Benefit”. What are the availability criteria for this coverage?**

*Availability in Texas, South Dakota, and Virginia*

