CHAPTER 18

INSURE AGAINST LOSS

TEXTBOOK QUESTIONS

P2 - Taking Action

1. People should pay for the insurance if tornados in their region area common.

2. The service was efficient and seamless, as they helped cover medical bills.

P3 - What Would You Do

I would research both options and evaluate which one is better, then I will call my current insurance company to infer them about my decision.

P5 - Get Information

1. You should call an insurance agency worker to get more information about insurance plans and the insurance.

2. You should write a list of questions since you don’t forget important information before asking somebody.

P8 - 18-1 Assessment

1. Insurance shifts the risk of loss from the group so that it wouldn’t be the individual’s problem if the thing that they have insured is damaged, for which they don’t have to pay for the damages.

2. The three risks insurance protects is property risks, liability risks and personal risks.

5. The purpose of COBRA is to bridge the gap between the personally bought insurance and the employer provided insurance. The main disadvantage of COBRA is the worker has to pay the full premium on the insurance if they bought their previous plan from COBRA.

6. If you’re a dependent under 26 and live in the same state as your parents, there is a chance you can be covered by your parent’s insurance.

P9 - What Would You Do

I’d start looking for more cheap alternatives to renters’ insurance and work harder to pay for a rental insurance plan.

P12 - 18-2 Assessment

3. Four things covered by homeowner’s insurance are riots, vandalism, smoke and theft.

4. The purpose of renter’s insurance is to protect and insure personal belongings when renting at someone else’s property.

P14 - What Would You Do

I would get the auto insurance under my own name to avoid legal conflict.

P17 - 18-3 Assessment

1. 13% of auto accidents are caused by drivers that are under 25.s

2. Four things that affect the price of insurance are the model, year, make and martial status of the driver.

P18 - Focus on Health and Safety

1. Walk-in clinics are popular because they can treat most illnesses and are accessible during most of the day, and you do not need to make an appointment.

2. Some disadvantages of a walk-in clinic is that most urgent cares do not have doctors that can treat the illness, so serious injuries cannot be taken care of.

P21-22 - Think Critically

23. A family situation in great need of life insurance are jobs that parents have a significantly high risk of death.

24. Examples of perils specific to regions would be hurricanes, tornados, sandstorms, floods.

27. I do not think motorcyclists should have to pay higher insurance rates because they were ready to face any consequences when choosing to ride a motorcycle.