

Automobile Insurance Vocabulary



Provided by the Insurance Education Institute

Name: _____

- A. Bodily Injury Liability _____ The Company or agency that writes an insurance policy
- B. Collision _____ What it would cost to replace a piece of property, or rebuild a structure
- C. Comprehensive Coverage _____ The owner of an insurance policy
- D. Coverage _____ The act or process of colliding; a crash or conflict
- E. Deductible _____ An individual, usually but not always the buyer, covered by an insurance policy
- F. Insurance Policy _____ Auto insurance coverage can help to provide medical payment for treatment of bodily injury
- G. Insured _____ Insurance designed to pay for the repair or replacement of the policy owner's car in the event of damage not resulting from an accident
- H. Insurer _____ Protection against a specific kind of loss
- I. Liability _____ A cause of loss
- J. Medical Payments _____ A contract written to protect individuals named in the policy against specific future losses
- K. Peril _____ A situation in which some kind of loss is possible
- L. Policyholder _____ Payment made by the insured to the insurer
- M. Premium _____ Legal responsibility
- N. Replacement Cost _____ In auto insurance, liability coverage that pays for physical injury to people in other vehicles
- O. Risk _____ The amount the insured pays on a claim before the insurer pays the remainder