

What Do You Know About Insurance?

Instructions: Read each statement and circle the answer in parenthesis that you believe to be correct. Write an explanation to support your answer.

1. The window of your car is broken when someone breaks in to steal your laptop that you left on the seat. Your car insurance will pay for the broken window and the laptop. (True False)
2. It is more important for an elderly widow to have life insurance than a stay-at-home mother with two children. (True False)
3. Married people have fewer accidents than single people. (True False)
4. Your credit history can affect what you pay for insurance. (True False)
5. The larger your deductible, the less your insurance payment will be. (True False)
6. Insurance protects you against lawsuits. (True False)
7. Disability insurance is inexpensive and protects your income in the event you become ill. (True False)

Name: _____ Period: _____ Date _____

8. Mortgage companies require you to have homeowner's insurance. (True False)

9. If you are renting, you do not need renter's insurance. (True False)

10. If you have liability insurance on your car and are in an accident that is your fault, your insurance will cover the repair costs to your car. (True False)

11. A group health insurance plan will likely cost you less than private insurance. (True False)

12. Married children can be covered under their parents' health insurance. (True False)

13. If you have an indemnity health insurance plan, you must select health care providers from a list. (True False)

14. Drivers with histories of accidents will pay a higher insurance rate. (True False)

15. Texas law requires minimum levels of 25/50/25. Is this always going to be enough insurance? (Yes No)

16. Good grades can get you a discount on auto insurance. (True False)