



WHAT'S IN AN AUTO POLICY?

There are six parts to a standard auto policy. Auto insurance policies may include all six coverages or only some of them. Each type of coverage is priced separately. Most states require drivers to have minimum liability coverage. North Carolina's minimum liability limits are \$30,000/\$60,000/\$25,000:

- \$30,000 for bodily injury liability, per person per accident.
- \$60,000 of bodily injury liability total per accident.
- \$25,000 of property damage liability, per accident.

Bodily Injury Liability – for injuries the policyholder causes to someone else.

Property Damage Liability – for damage the policyholder caused to someone else's property.

Medical Payments – for treatment of injuries to the driver and passengers of the policyholder's car.

Uninsured Motorist Coverage – for treatment of policyholder's injuries as a result of a collision with an uninsured driver. Underinsured motorist coverage can also be included in an auto policy. Underinsured motorist coverage comes into play when an at-fault driver has auto liability insurance but the limit of insurance is inadequate to pay for your damages.

Collision – for damage to the policyholder's car from collision. The collision could be with another car, a light post, fire hydrant, etc.

Comprehensive – for damage to the policyholder's car that does not involve a collision with another car. Covered risks include fire, theft, vandalism falling objects, natural disasters, a civil disturbance and hitting or being hit by an animal.