

OVERVIEW

You have many life changes ahead of you. Along the way you're going to need different kinds of insurance protection for yourself, your loved ones, and your property.

Maybe you don't have to worry about buying your own insurance right now because your family has insurance that covers you. But soon you will take on the responsibilities to purchase your own insurance. Do you know about the various types of insurance that are available (and in some cases required) to share the risk of financial hardship due to unfortunate events?

In this lesson you learn about common types of insurance with different coverage for specific circumstances.

LEARNING OUTCOMES

In this lesson you will make a decision about insurance coverage. Along the way you will do the following:

- Give examples of types of insurance.
- Identify types of insurance coverage that are relevant for teens and young adults.
- Discuss how insurance needs and coverage differ depending on personal situations.

Use what you learn today to decide on insurance coverage for a specific circumstance.

LEARNING TASKS

These tasks match pages 16-25 in Student Guide 6.

__ 1.	Take a guess about a few insurance-related statistics.
__ 2.	Use your Student Guide, the Internet, and any available brochures to research different types of insurance assigned by your teacher. Follow the guidelines in the Note Taking Guide to become the topic "specialist" by gathering information about who uses the insurance, for what the insurance is used, and the costs of the insurance. As the specialist, be prepared to present the insurance study responses to your group.
__ 3.	Use what you learned from the insurance "specialists" to complete a check quiz (What Insurance Covers That?). Match insurance coverage with scenarios. Check your responses with a partner.
__ 4.	What two or three types of insurance coverage do you think are the most important for teens and young adults? Why?
__ 5.	Do you have a plan to cover the cost of a lost or damaged cellphone? Is insurance a good option, or might you have another plan to avoid, reduce, or accept the financial loss? Complete Challenge 6-C: Cellphone Insurance? You Decide! to decide the option that best fits your situation.

➔ TAKING IT HOME

Read an active homeowners', renters', health, or another insurance policy. Find out what is covered, what isn't covered, and any responsibilities the policyholder may have to keep coverage. If this is a policy for your family, discuss any adjustments that may help reduce the premium costs or reduce the risk of filing a claim.

➔ TAKING IT HOME

Having adequate insurance coverage is one way to plan for disaster. But your family will have more immediate needs in the event of an unplanned tragedy such as a

car accident, flood, or long-term power outage. Create a road-side, evacuation, or blackout emergency kit for your family. Find emergency preparedness tips at www.ready.gov.

➔ FURTHER STUDY

Research any of the following types of insurance to define each and identify who uses the special insurance and why: Crop, Defense Base Act (DBA), Flood, Livestock, Malpractice, Non-Appearance, Pet, Primary Mortgage Insurance (PMI), Title, Travel, and/or Tuition.

Note Taking Guide: Insurance Study

NAME:

DATE:

Directions:

You have been assigned to become the knowledge “specialist” about a certain type of insurance. Use available resources to answer the questions below, including content from pages 16-21 in the *Module 6: Insurance Student Guide*.

Be prepared to teach others in your group about the insurance purpose and costs. The information you share with your group will be helpful when the group members complete a check quiz as a follow-up activity.

Insurance Specialty: _____

To complete this task, think about the following questions:

- 1.** What is the purpose of the insurance?

- 2.** Who is the logical candidate to purchase the insurance?

- 3.** What factors impact the cost of this type of insurance?

- 4.** Do you think that the insurance is worthwhile? Why or why not?

- 5.** What are some ways to keep costs down for this type of insurance?

Check Quiz: What Insurance Covers That?

NAME:

DATE:

Directions:

Each of the scenarios below involves an unexpected cost. From the insurance list, select the primary type of insurance that would cover the claim in each of the following situations, if covered at all.

Auto	Health	Renters'
Dental	Homeowners'	Unemployment
Disability	Liability	Vision
Fidelity Bond	Life	Workers' Compensation

- _____ 1. You were texting while driving and slam the car into a guardrail.
- _____ 2. You hit and damaged a parked car while riding your bike.
- _____ 3. Your house was damaged in a flood.
- _____ 4. Someone broke into your car and stole your gym bag that had your wallet in it.
- _____ 5. While painting a customer's house, one of your employee's accidentally broke a window.
- _____ 6. While recovering from a stroke, you are unable to work at your full-time job for six months.
- _____ 7. You injured yourself while using the slicer at work.
- _____ 8. Therapy treatment is recommended after being diagnosed with anxiety.
- _____ 9. Someone took your credit card, maxed it out, and then skipped town.
- _____ 10. While riding your bike you were injured when hit by a car.
- _____ 11. A coworker stole expensive merchandise from the employer.
- _____ 12. Someone broke into your apartment and made off with all of your electronics.
- _____ 13. You received a concussion from a fall while skateboarding (without a helmet).
- _____ 14. A coworker suffered crushed toes when run over by a forklift at work.
- _____ 15. The factory where you work closed, and you lost your full-time job.
- _____ 16. Your house suffered water damage when a frozen water pipe burst.
- _____ 17. While tasting delicious cherry pie, you cracked a tooth on a cherry pit.
- _____ 18. Your car windshield cracked when a rock flew off a truck in front of you.
- _____ 19. Surgery is required to fix a broken jaw received during a soccer game collision.
- _____ 20. You are tired of wearing glasses so you consider LASIK (aka laser eye surgery).