

APPLICATION SUPPLEMENT

UNINSURED AND UNDERINSURED OPTIONS INFORMED CONSENT FORM

UNINSURED MOTORIST COVERAGE

Types of Coverage

Our law requires you to buy uninsured motorist (UM/UIM) coverage. Generally, this coverage only applies where the person who causes an accident is not an insured under your policy.

Anyone injured in an accident may seek to recover damages from the person causing the loss. These losses include your medical bills, lost wages (past and future), as well as payment for disabilities, pain and suffering and loss of enjoyment of life's activities.

Normally, these damages would be paid by the other person's insurance company. UM/UIM coverage protects you, your family and others in your car for injuries caused by someone who did not buy insurance.

You have the right to choose the amount of coverage. It can be as low as \$20,000 per person and \$40,000 per accident, or as high as twice your policy's bodily injury liability coverage. The amount of liability coverage you buy will govern the maximum amount of UM/UIM coverage you can buy.

This coverage also includes standard Underinsured Motorist (UIM) coverage. It protects you where injuries are caused by someone whose insurance is not enough to pay your damages and is less than your UM/UIM limits. UIM coverage will pay your damages to fill in the difference between those limits. However, the protection available under standard UIM coverage is usually reduced by amounts paid by worker's compensation, or by, or on behalf of the person at fault.

Under our new law, you can convert standard UIM coverage to **UNDERINSURED MOTORIST CONVERSION (UIMC)** coverage. This coverage is not reduced by payments from any source. If your damages exceed the amount of the at fault person's insurance, or other payments, your UIMC coverage will be available for damages not paid.

Both standard (UIM) and conversion (UIMC) coverages only become available after the liability insurance of the at fault person has been fully paid.

Stacking

To make a wise decision as to the amount of UM/UIM coverage to buy, you need to understand "stacking." Stacking allowed insureds to add together UM/UIM coverage under separate policies or, in multi-car policies, the insurance application to each car.

Unless you agreed to non-stacked coverage, all policies in effect before January 1, 1994, provide for stacking. Policies issued or renewed beginning in 1994 will no longer provide for stacking.

With stacking, if you had two insured cars and you purchased \$100,000 of UM/UIM coverage you received (and you paid for) \$200,000 of protection. Under the new law the purchased amount (\$100,000) would not be multiplied by the number of cars insured.

Also, your UM/UIM coverage will be limited to the highest available limit under any of the policies that apply to the accident. If you are injured in a car you own you are limited to the amount of coverage for that car.

ELECTION OF COVERAGE

Policy No. _____

Bodily Injury Liability Limit _____

UNINSURED MOTOIRST (UMIUM) COVERAGE

If you do not check a box below, your policy will be issued/renewed with standard UIM coverage (not Conversion UIMC coverage) with limits equal to your Bodily Injury Liability (BI) coverage limits.

If you check more than one box, your policy will be issued/renewed with the highest level of coverage selected.

**SELECT ONE Option Under Either Standard UIM Coverage or Conversion UIMC Coverage.
Do Not Check More Than One Box Below.**

UM WITH STANDARD UIM COVERAGE

	Limit	Premium
<input type="checkbox"/> I select Uninsured/(standard) Uninsured Motorist coverage at double my policy's limit for bodily injury liability.	_____	
<input type="checkbox"/> I select Uninsured /(standard) Uninsured Motorist coverage at the limit equal to my policy's limit for bodily injury liability.	_____	
* <input type="checkbox"/> I select Uninsured/(standard) Uninsured Motorist coverage at a limit lower than my policy's limit for bodily injury (but not lower than \$40,000 as required by law). I understand I am rejecting the increased limits coverage.	_____	

Note: An asterisk (*) preceding a box indicates a reduction in coverage below your Bodily Injury Liability limit.

UM CONVERSION UIMC COVERAGE

Do not check a box below if you have checked a box for one of the standard UIM coverages above.

	Limit	Total Coverage Premium
<input type="checkbox"/> I select Uninsured/Uninsured Motorist Conversion coverage at double my policy's limit for bodily injury liability.	_____	
<input type="checkbox"/> I select Uninsured /Uninsured Motorist Conversion coverage at the limit equal to my policy's limit for bodily injury liability.	_____	
* <input type="checkbox"/> I select Uninsured/Uninsured Motorist Conversion coverage at a limit lower than my policy's limit for bodily injury (but not lower than \$40,000 as required by law). I understand I am rejecting the increased limits coverage.	_____	

Note: An asterisk (*) preceding a box indicates a reduction in coverage below your Bodily Injury Liability limit.

IF YOU HAVE CHECKED ONE OF THE BOXES PRECEDED BY AN ASTERISK (-), WHEN YOU SIGN THIS FORM, YOU ARE CHOOSING A REDUCED PREMIUM, BUT YOU ARE ALSO CHOOSING NOT TO PURCHASE CERTAIN VALUABLE COVERAGE WHICH PROTECTS YOU AND YOUR FAMILY. IF YOU ARE UNCERTAIN ABOUT HOW THIS DECISION WILL AFFECT YOU, YOU SHOULD GET ADVICE FROM YOUR INSURANCE AGENT OR ANOTHER QUALIFIED ADVISOR.

Signature of Any Named Insured

Date

NOTICE TO INSUREDS

The Automobile Insurance Reform Act, Public Law 93-297 is effective January 1, 1994. It affects your coverage in several ways. You should read this notice carefully, make your selections and return this form to your agent.

REPEAL OF NO FAULT

Beginning January 1, 1994, new or renewed policies are not required to include Basic Reparations Benefits (BRB). BRB provided up to \$5,000 for medical expenses and lost wages caused by auto accidents.

You may have other coverage provided by your employer, or by health or disability insurance. If you don't, you should consider providing for BRB type protection. Otherwise, you may bear the cost yourself. Your options to provide for such losses are shown below.

Of course, if someone else is responsible for your losses, you may seek recovery from that person.

OPTION(S) TO CONSIDER

Those who need the coverage no longer required should consider the following options. You should review your existing coverages and employee benefits to avoid duplicating benefits.

Optional Medical Payments (Med. Pay) Coverage

You may choose to buy Medical Payments coverage to help cover your medical bills from auto accidents. This coverage will pay reasonable expenses incurred for necessary medical and funeral services to or for an insured who sustains bodily injury caused by an accident. The company will only pay for those expenses incurred, for services rendered within three years from the date of the accident. There are a number of exclusions, you may want to have your insurance agent explain this coverage in more detail.

UNINSURED MOTORIST COVERAGE

This Act also makes important changes in Uninsured Motorist coverage. Refer to the **Informed Consent Form** enclosed.

ELECTION OF COVERAGE

A. OPTIONAL MED. PAY COVERAGE

If you do not check a box in this section and sign below, your policy will be issued/renewed without Med. Pay coverage.

MED. PAY Coverage	MED. PAY Premium
\$500	_____
\$750	_____
\$1,000	_____
\$2,000	_____
\$5,000	_____

SELECT ONE

- I wish to buy optional Med. Pay Coverage at the premium shown above.
- I do not wish to buy Med. Pay Coverage.

Signature of Any Named Insured

Date