

**School to Career © 2012**  
**Chapter 27: Insurance—Interactive Quiz Questions**

- \_\_\_\_\_ 1. Insurance \_\_\_\_\_.
- A. is only for people who have a lot of money or possessions
  - B. premiums are partly invested by the insurer
  - C. is not worth having
  - D. needs are the same for all people
- \_\_\_\_\_ 2. Auto insurance coverage that pays for damage to your car caused by something other than a collision is called \_\_\_\_\_ coverage.
- A. property damage liability
  - B. collision
  - C. uninsured motorist
  - D. comprehensive
- \_\_\_\_\_ 3. A deductible is the amount \_\_\_\_\_.
- A. paid by the insurance company
  - B. subtracted from a premium because of safe driving
  - C. the policyholder pays before the insurance company pays
  - D. covered by the policy
- \_\_\_\_\_ 4. Which person did the wrong thing after an accident?
- A. Talia called her insurance agent the same evening of her car accident.
  - B. After the car accident, while waiting for the police, Jude admitted he was at fault to the other driver.
  - C. After his car accident, Pierce did not move his car until the police arrived.
  - D. After her car accident, Courtney wrote down the name and contact information of a witness.
- \_\_\_\_\_ 5. Which statement about health insurance is *not* true?
- A. Disability insurance pays full salary when a person can't work due to an accident.
  - B. Basic medical insurance covers the costs of hospitalization.
  - C. Major medical insurance protects individuals and families from huge medical bills.
  - D. Health Savings Accounts allow people to set tax-free money aside for future qualifying medical expenses.
- \_\_\_\_\_ 6. A type of group health insurance that arranges lower fees with a number of doctors and hospitals is a \_\_\_\_\_.
- A. fee-for-service plan
  - B. health maintenance organization
  - C. preferred provider organization
  - D. point-of-service plan

- \_\_\_\_\_ 7. Home insurance \_\_\_\_\_.
- A. usually covers floods and earthquakes
  - B. covers the house itself but not personal property
  - C. pays the replacement cost of furniture
  - D. pays living expenses while your house is repaired from damage
- \_\_\_\_\_ 8. Whole life insurance \_\_\_\_\_.
- A. covers the policyholder until retirement
  - B. cannot be used as a form of savings
  - C. pays benefits if the policyholder becomes ill
  - D. has a cash value
- \_\_\_\_\_ 9. Term insurance \_\_\_\_\_.
- A. is sometimes convertible to whole life
  - B. has a cash value
  - C. covers the policyholder for life
  - D. costs more than whole life insurance
- \_\_\_\_\_ 10. Which person made a mistake related to filing an insurance claim?
- A. Steve reported his car accident to the police.
  - B. Hilde discarded the receipts from her car repairs after an accident.
  - C. Pavlos gave his car insurance agent a written explanation of his accident.
  - D. Maya kept copies of the paperwork for her insurance claim in her files.