

## **INSURANCE TERMINOLOGY**

### **Accident**

An event that happens unexpectedly

### **Actual Cash Value**

The value of property after consideration of age, condition and current market price of the property. (Depreciation is deducted.)

### **Agent**

One who sells and services your policy

### **Appraisal**

An evaluation of property to determine the value of the property or how much loss has been suffered.

### **Cancellation**

When a contract for insurance is ended, either by mutual agreement or by the terms of the contract

### **Claim**

A demand that the insurance company pay the insured for something that was covered by the insurance policy. Usually made by the person insured.

### **Collision**

When a vehicle hits another vehicle or object. Also, the type of insurance that pays for the damage to your car resulting from an accident.

### **Comprehensive**

Insurance policy that pays for damage to your car that is **not** the result of an accident.

### **Co-payment**

A co-payment is a fixed dollar amount or a percentage that you pay for each visit/service. Usually one of the terms of health insurance.

### **Deductible**

The amount of a loss covered by insurance that the policy holder has to pay.

### **Depreciation**

The decrease in the value of property over time due to age and condition of the property

### **Exclusions**

Conditions listed in the contract not covered by insurance. (\*Note – Most state laws require insurance companies to use the same size print to list exclusions as is used to list benefits.)

### **HMO**

Health Maintenance Organization. As a member of an HMO, you select a primary care physician from a list of doctors in the HMO's network. He or she will make any needed referrals to a medical specialist. Typically, these specialists will be part of the HMO network.

### **Insurance**

A contract between you and the insurance company in which the risk of loss is transferred to the insurance company in exchange for a fee – known as a “premium.”

### **Liabilities**

Risk – being held responsible for injury to someone else or for damage to someone else's property

### **Loss of Use**

Payments made to reimburse you for expenses above and beyond your normal everyday expenses in order to maintain your normal standard of living.

### **PIP or Personal Injury Protection**

Auto insurance that pays for certain expenses for an injured person and his/her passengers.

**Policy**

The actual written contract of insurance that spells out exactly what risks you are transferring to the company, how much you will pay for their protection and how much the insurance the insurance company will pay should a loss occur.

**PPO**

Preferred Provider Organization. As a member of a PPO, you can use the doctors and hospitals within the PPO network or go outside of the network for care and you do not need a referral to see a specialist.

**Pre-existing condition**

A physical or mental condition for which medical advice, diagnosis, care or treatment was recommended or received within six months prior to enrollment under the plan.

**Premium**

The cash price paid for insurance

**Replacement cost**

Type of insurance that will reimburse you with the actual price you pay when you replace damaged or lost property. (Depreciation is not deducted.)

**Risk**

Uncertainty of loss to an individual or property

**Term**

The time period for which insurance is provided

**Termination**

The end of insurance coverage – either because the time of the policy has run out or the policy was cancelled

**Totaled**

A loss in which the cost of repair is more than the worth of the vehicle or property.

**Underinsured/Uninsured**

Usually auto insurance that protects you from a loss due to damage caused by drivers who don't have insurance or who don't have enough insurance

**Write**

To provide insurance coverage

# JAG INSURANCE

## MODULE

### INSURANCE POLICY



**PINEY WOODS**  
**INSURANCE Co.**

This policy provides  
**FULL COVERAGE**  
to the following:

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*(Name of Insured)*

To receive benefits as allowed by the JAG Specialist during the study of the Insurance Module