

Module 12: Insurance- Protecting Yourself and Your Assets

Topic 2 Content: What Factors Affect Your Premium?

What Factors Affect Your Premium?

Introduction

What type of risk you will be to the insurance company will dictate the amount of premiums that you will pay. Click through each of the items in the image to view the factors that affect your premium costs.

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What Factors Affect Your Premium? ◀ ▶ 🔊

Your Age ✕

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Your Gender ✕

The insurance premium costs for male drivers are higher, since, overall, males average more driving miles and have a higher incidence rate for car accidents and moving violations.

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What Factors Affect Your Premium?

Your Driving Record

If you have already been in an accident or committed a moving violation, your car insurance company may charge you more for your premium than other drivers with similar factors. Your past behavior can dictate your insurance costs.

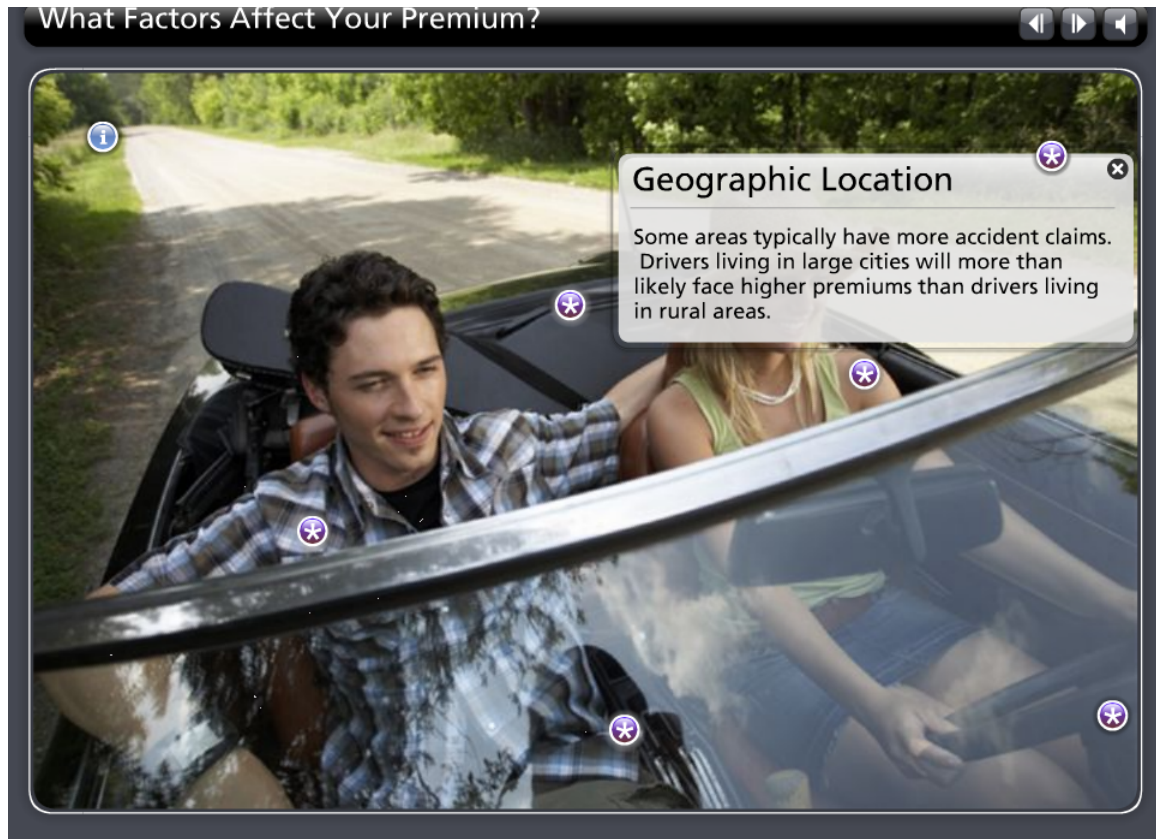
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Vehicle Type

Statistics show that some types of automobiles are more frequently involved in accidents. For example, sports cars have a higher rate of accidents than more traditional vehicles.



Geographic Location

Some areas typically have more accident claims. Drivers living in large cities will more than likely face higher premiums than drivers living in rural areas.

What Factors Affect Your Premium?

Your Deductible

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