**No Fault Insurance: An Overview**

**Directions:** Read the provided “Insurance Consumer Information Sheet” within this packet to gain a better understanding of the minimum insurance requirements in the state of Michigan. Then answer the following questions. Some of the questions may require other resources (i.e. the Internet). Please remember when using the Internet to look for reputable sources, not simply the first page of Google Responses (i.e. no ask.com, wikis, etc.).

1. What does “No-Fault” insurance mean?

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1. Briefly explain the origin of “No-Fault” insurance. When and why did it begin?

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1. List the three parts a basic “No-Fault” policy has:
2. In your own words, explain the Personal Injury Protection (PIP) component of a “No-Fault” policy.

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1. What are some items Property Protection (PPI) covers? Is there a dollar amount limit?

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1. The no-fault law protects insured persons from being sued as a result of an auto accident except in certain special situations. What are they?
2. What are the minimum coverage amounts in the state of Michigan?
3. Using your own words, explain how a “No-Fault” policy protects the entire family.

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1. What are some of the benefits of a state using the “No-Fault” auto insurance system?

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1. What are some of the drawbacks of a state using the “No-Fault” auto insurance system?

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