

No-Fault Auto Reform

What does each PIP option mean?

Option 1: Unlimited

- This option provides unlimited medical benefits for your lifetime if you are injured in an auto accident. Will provide coverage for medical, rehabilitation and attendant care (in-home care).
- No-Fault Reform requires a 10% reduction in PIP premium.
- This is the default option if no PIP form returned to insurance company.

Option 2: \$500,000 Limit

- This option provides medical benefits, rehabilitation and attendant care up to \$500,000. Payments will stop once \$500,000 limit is exhausted.
- No-Fault Reform requires a 20% reduction in PIP premium.
- Limit is per person and per occurrence.
- Once \$500,000 limit is met, no additional payments made.

Option 3: \$250,000 Limit

- This option provides medical benefits, rehabilitation and attendant care up to \$250,000. Payments will stop once \$250,000 limit is exhausted.
- No-Fault Reform requires a 35% reduction in PIP premium.
- Limit is per person and per occurrence.
- Once \$250,000 limit is met, no additional payments made.



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Option 4: Limited Coverage of \$250,000

- Provides \$250,000 limit with all or some insureds and household members excluded.
- Those that wish to be excluded must have a qualified health plan (not medicare).
- If excluded individual loses qualified healthcare, must notify insurance company within 30 days to be added to auto policy. After 30 days, there will be no coverage for excluded person.

Option 5: Limited Coverage of \$50,000

- Provides \$50,000 of medical, rehabilitation and attendant care.
- May only choose this option if named insured is on Medicaid AND:
- Spouse and household members are enrolled in Medicaid, a qualified healthcare plan or have another auto policy with PIP coverage.
- No-fault reform requires a 45% reduction in PIP premium.

Option 6: Complete Opt-out

- The auto policy will pay no benefits to any insured or household member.
- Named insured must be enrolled in Medicare part A&B.
- Spouse and household members must be enrolled in a qualified health plan.
- Must notify insurance company if lose qualified health coverage.



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