

GKS Insurance Agency of Park County

A Subsidiary of CRS Insurance Brokerage, Inc.

(800) 474-0421 (719) 836-2980 (719) 836-1417 Fax

Tuesday, March 04, 2008

Park County Senior Coalition, Inc.
PO Box 309
Fairplay, CO 80440-0309

RE: Non-Owned Auto Liability

Dear Bobbi,

I received your e-mail requesting clarification of the non-owned auto liability coverage. To follow are your questions with our responses.

- *I believe that non-owned auto covers volunteer drivers taking clients to medical appointments, is that the case?*

NON-OWNED AUTO LIABILITY

This coverage is used to provide you, the Park County Senior Coalition, Inc., with liability protection for autos you do not own or lease, hire, rent, or borrow while they are being used in connection with your business operations.

An employee or volunteer is driving a personally owned auto from stop #1 and stop #2. The employee or volunteer is involved in an at fault accident. The employee/volunteers personal auto insurance provides coverage for bodily injury and property damage. The driver of the other vehicle will pursue the employee/volunteers personal auto insurance. The driver of the other vehicle can also pursue the Coalition's non-owned auto coverage because the employee/volunteer was driving their personal auto in connection with the Coalitions business.

- *I believe that the employee is still personally liable for injuries or property damage to third parties or passengers in an accident.*

The employee/volunteers personal auto insurance provides liability coverage for bodily injury and property damage. The employee/volunteers passenger(s) could also afford coverage under the "medical payment" section of their personal auto policy. Medical payment coverage is optional and not required by State Law.

- *This coverage is in "excess" over the personal liability coverage carried by the employee, is that true?*

Non-owned auto provides coverage for the Park County Senior Coalition. This coverage does not provide liability protection for the employee. However, if the Coalitions non-owned auto liability is accessed by the injured party, your policy provision include "employees and volunteers as additional insureds".

FAIRPLAY: 551 Front St, PO Box 177, Fairplay, CO 80440

gksfairplay@gmail.com

CRS Insurance Brokerage: 6600 E Hampden Ave, Denver, CO 80224

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- *Is collision limited to whatever the employee carries on their vehicle?*

Correct. Non-owned auto liability provides liability coverage to the Park County Senior Coalition.

- *Does the medical coverage pay for the driver, passenger, and any others involved in the accident (other drivers, pedestrians, etc.)?*

MEDICAL PAYMENTS: This coverage will reimburse, without regard to your liability, all reasonable medical expenses incurred by persons as a result of bodily injury sustained by accident as defined in your policy at the limit purchased. Most personal auto insurance policies will limit this coverage to occupants of the insured vehicle.

Agent's Note: At the option of the insured this coverage can be eliminated. Coverage for other drivers, pedestrians, etc...would be afforded from the employee/volunteers bodily injury and property damage liability limits on their personal auto policy.

If a senior is injured as a result of an auto accident; the employee/volunteers liability and medical payment limits are made available (where applicable). When limits are exhausted, the injured senior can then pursue the non-owned auto liability from the Park County Senior Coalition.

Please let us know if you have any further questions. Thank you! We appreciate your business.

Sincerely,



Ellen McMichael, CIC
GKS Insurance Agency of Park County
CRS Insurance Brokerage, Inc.

CC: Susan Larcom-Vines
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Guffey, CO 80820-0160

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