

Chapter 11 – Insurance

I-Summary

This chapter helped you understand insurance. Having insurance is a way of protecting you and your family in the event of illness or death. It is financially worthwhile for individuals and families to prepare for the unexpected through the purchase of both health and life insurance.

I-Quiz

1. Who is the *beneficiary*?
 - A. the person who purchases the life insurance
 - B. the person who receives the money from a life insurance policy
 - C. the insurance agent
2. What is the least expensive type of life insurance called?
 - A. term
 - B. whole life
 - C. universal life
3. What is the pre-determined flat fee you pay for health care services called?
 - A. the co-payment
 - B. the deductible
 - C. the face value
4. What is a pre-paid health care plan where the doctors either contract with or are employees of the plan?
 - A. a health insurance list
 - B. a preferred provider organization (PPO)
 - C. a health maintenance organization (HMO)
5. What is the *annual amount* you must pay each year before the insurance company starts paying called?
 - A. the co-insurance
 - B. the deductible
 - C. the premium

Answer Key

- 1. B**
- 2. A**
- 3. A**
- 4. C**
- 5. B**