



Commercial Automobile Coverage Summary

Commercial Automobile Insurance is designed to provide liability and physical damage coverage for losses to the insured's land motor vehicles, trailers, or semitrailers designed that travel on public roads; or any other land vehicles that are subject to a compulsory or financial responsibility law or other motor vehicle insurance law where it is licensed or principally garaged.

This does not include mobile equipment, such as earthmovers, tractors, diggers, farm machinery, or forklifts, that, even when self-propelled, are not considered automobiles for insurance purposes (unless they are subject to a compulsory or financial responsibility law or other motor vehicle insurance law). Liability arising from mobile equipment is covered by the general liability policy, physical damage coverage is usually provided by an equipment floater.

Liability

Covers what the insured legally must pay for damages because of bodily injury or property damage to which the policy applies, caused by an accident and resulting from the ownership or use of a covered auto.

Limit: \$1,000,000 per occurrence.

Non-Owned Automobile Liability

Liability coverage for an auto that is used in connection with the named insured's business but that is not owned, leased, hired, rented, or borrowed by the named insured. As used in the business auto policy, the term specifically applies to vehicles owned by employees and used for company business. This coverage is excess of the owner's auto insurance policy.

Hired Automobile Liability

Liability coverage for autos the named insured leases, hires, rents, or borrows. This coverage is excess of other collectible insurance.

Physical Damage

Physical Damage covers for the loss or damage to the insured's own vehicles.

Comprehensive

Covers other than collision losses such as fire, lightning, explosion, theft, windstorm, hail, earthquake, flood, mischief, vandalism, hitting animals, flying objects and glass breakage

Limit: The actual cash value of the auto, minus the deductible selected for the auto.

Collision

Covers the covered auto's collision with another object or overturn.

Limit: The actual cash value of the auto, minus the deductible selected for the auto.

Hired Automobile Physical Damage

Comprehensive and Collision coverage for autos the named insured lease, hires, rents, or borrows. This coverage is excess of other collectible insurance.

Limit: The actual cash value of the auto, minus the deductible selected for the auto.

Other Coverage

These coverages can be added to a Commercial Automobile policy by endorsement.

Personal Injury Protection (P.I.P., No-Fault, First Party)

- Provides benefits which could include medical expenses, loss of income, funeral expenses, and similar expenses without regard to fault.
- Designed to provide a better system to compensate persons involved in automobile accidents.
- Currently, there are 10 states with compulsory no-fault systems in place, with defined limits and coverages. Those states are: District of Columbia, Florida, Hawaii, Kansas, Kentucky, Maryland, Michigan, Minnesota, New Jersey, New York, North Dakota, Oregon, Pennsylvania, Texas, Utah and Washington.

Auto Medical Payments

- Provides medical coverage to anyone other than the insured occupying a covered auto with no requirement that the insured be legally liable for the bodily injury.

Uninsured Motorists

- Provides insurance protection for bodily injury and, in some states, property damage, caused by a third-party motorist who is not insured (which also includes hit and run incidents).
- Most states require insurance companies provide the same limit as Liability, with the option to reject such limits.

Underinsured Motorists

- Provides insurance protection for bodily injury and, in some states, property damage, sustained by an insured when a third-party motorist who is not sufficiently insured causes an accident.
- Most states require insurance companies provide the same limit as Liability, with the option to reject such limits.
- Most states combine this coverage with Uninsured Motorists coverage.

Exclusions

Liability Exclusions	Physical Damage Exclusions
Expected or Intended Injury	Nuclear Hazard
Contractual Liability	War Or Military Action
Workers Compensation	Racing
Employee Indemnification and Employers Liability	Wear and tear, freezing, mechanical or electrical breakdown
Fellow Employee	Blowouts, punctures or other road damage to tires
Care, Custody, or Control	Electronic equipment not factory installed
Handling and Movement of Property	Diminution in value
Operations of mobile equipment	
Pollution Liability	
Completed Operations	
War and Terrorism	
Racing	

Note: This is only a brief summary of the coverages and exclusions included on the Commercial Automobile policy. All claims will be adjudicated based on the policy, not on this summary. This summary is for reference purposes only. Please refer to the policy for specific coverage questions.