

# MICHIGAN AUTO INSURANCE CHANGES

## CHOOSING YOUR COVERAGE

Michigan's new auto insurance system allows you to make a number of choices to customize your level of coverage. Below are some tips to help you choose the coverage that best meets your needs when you select or renew your policy after **July 1**.

### CHOOSING PERSONAL INJURY PROTECTION (PIP) COVERAGE

The PIP portion of your auto insurance policy covers the amount your insurance will pay per person, per accident for medical expenses for those injured. When that amount has been reached, you would then pay the remaining expenses out of pocket or need supplemental auto injury accident coverage to cover the costs. Michigan's new auto insurance law now offers six levels of auto insurance coverage for eligible drivers.

|   |                                       |                                       |   |   |   |
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| <b>Unlimited coverage</b><br>(this is the current level of coverage for all Michigan drivers, and will be selected by default if no other option is chosen) | <b>Up to \$500,000</b><br>in coverage | <b>Up to \$250,000</b><br>in coverage | <b>Up to \$250,000</b><br>in coverage coverage with PIP medical exclusions for households covered by non-Medicare health coverage for auto accident injuries, or for individuals covered by non-Medicare health coverage for auto accident injuries if all household members are otherwise covered. | <b>Up to \$50,000</b><br>in coverage for households covered by Medicaid, or for individuals enrolled in Medicaid if all their household members are otherwise covered for auto accident injuries. | <b>PIP Medical Opt-Out</b><br>for households covered by Medicare Parts A and B, or for individuals enrolled in Medicare Parts A or B if all their household members are otherwise covered for auto accident injuries. |
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### CHOOSING BODILY INJURY (BI) COVERAGE

The law limits the damages that can be claimed against drivers as the result of an automobile accident, except in certain situations. The residual bodily injury portion of an automobile insurance policy will pay up to a policyholder's coverage limit amounts if they are found legally responsible for damages in these situations. These amounts have been increased under the new law.

The new default BI coverage limits are:

- » Up to \$250,000 for a person who is hurt or killed in an accident.
- » Up to \$500,000 for each accident if several people are hurt or killed.
- » Up to \$10,000 for property damage in another state.

Other options may be available, but it may be no less than:

- » Up to \$50,000 for a person who is hurt or killed in an accident.
- » Up to \$100,000 for each accident if several people are hurt or killed.
- » Up to \$10,000 for property damage in another state.

**FOR MORE TIPS**  
on choosing the level of  
coverage that's best for  
you, [click here](#).