

McClain Insurance Fact Sheet:

My Child Is Off To College. Now What?



Auto Insurance

You might think that if your student goes away to school and doesn't take a car, you can drop him from your auto policy and save some extra money. But what if he comes back for Christmas break and wants the car to visit friends? Or, what if he is away at college and his friends ask him to be a "designated driver" one evening?

Even if your student doesn't take a car to school, we recommend that you keep him listed on the policy for a number of reasons:

- He'll be fully protected if he returns home for a weekend visit and wants to drive.
- He will have insurance protection when he's driving a friend's car while away, and that vehicle isn't adequately insured.
- Even if he doesn't take a car to school, he'll be fully protected if he's hit by a car while walking or bicycling, or while being a passenger in somebody else's car.
- Keeping him on your auto policy maintains continuous insurance coverage, which may be beneficial when he gets his own auto insurance policy.



As a full time student, your child may qualify for a *Good Student Discount* (if he maintains a grade average of 3.0 or higher). Make sure to let us know, and provide us with a copy of the transcript or a letter from a college advisor. The savings can be significant.

You can also apply for the *Distant Student Discount* if your child attends college 75 miles or more away from home.

If your student takes a car to school, she can still remain on your auto policy. In fact, she *should*, since it is usually much more expensive for young drivers and students to have their own policy.

Be sure to notify us about the new garaging address: Not only do insurance companies prefer that, but it may also save you money, particularly if your student attends college in a less populated area of the state.

Full-time college students can usually remain covered on their parents' auto policy if their primary address is the parents' house, even if they attend college out of state. Make sure that the policy meets the minimum auto liability requirements for that state.

If your student owns the vehicle and holds the title, they'll need their own auto policy.

Homeowners or Renters Insurance

You've bought your daughter a brand new laptop computer and printer as a going away present. She's going to the University of Washington as a full time student. Will these valuable electronics be insured from theft, vandalism or a fire?

If your child continues to live in your household, her belongings are covered under your policy.

If your child stays in a dorm room on campus and you, the parents, have renter's or homeowner's insurance for your home, your insurance policy will extend to cover her belongings, up to a 10% limit of your personal property coverage. That means, if your renter's or homeowner's policy has a limit of \$200,000 for personal property, there will be coverage for up to \$20,000 for your child's belongings. Keep in mind that coverage is subject to your renter's or homeowner's policy deductible, usually \$500 - \$1,000.



Check with us to make sure the personal property limit on your homeowner's policy is adequate. You might need additional coverage to insure expensive items like jewelry, musical instruments, or certain sports equipment.

Please note: Will your child return home or travel abroad for longer periods of time as part of their college experience? If they leave their belongings in a dorm or fraternity / sorority house for more than 45 days, your homeowners policy will longer cover those belongings. In that situation, it's important to either ship the belongings home during extended absences or temporarily store the items in a commercial storage facility.

If your college student lives in his or her own place off-campus, or shares an off-campus house or apartment with friends, things get a little trickier. You might have to set up a separate renter's policy for your student. That will not only cover his or her 'stuff', but also provide liability coverage in case somebody gets hurt in her place. In addition, many landlords have made renter's insurance a requirement of the lease. Renter's insurance policies are usually quite affordable, generally less than \$15 per month.

If your student is about to move into his or her own place, give us a call. We can help you navigate through the insurance-jungle and make sure you get the best value and protection for your money.

Health Insurance

Check with your health insurance provider to see if and where your student is covered:

- As a full time student, he may be covered up to a certain age limit
- If covered, be aware of how your coverage works in a different state:
 - If you have an HMO and your student's college is not within the service area, you will be covered for emergency situations. Follow up care may not be covered unless you go back to your service area.
 - If you have PPO and the accident is outside of the provider network, benefits will only be paid at the non-preferred level.

Please note: If your child travels while in school, make sure you check if their health insurance coverage extends to overseas travel. It may not.