

\$0 Deductible Pool

Deductibles are the monies that insurance companies like ICBC charge when you use the insurance coverage you have paid for. It basically works by the insurance company absorbing the lion's share of the financial implications of any event you are insured for – except for the amount you agree to pay if something happens; i.e. the deductible.

This means that in the case of an at-fault accident, hit 'n' run, crack in the windshield, theft or vandalism, if you are insured, you will have to pay the deductible agreed to in order for the claim to be resolved.

It's important to remember that while you have a CAN car booked, you are responsible for the car. In the event of an unfortunate incident during your booking, your cost in car sharing is the deductible – typically your share purchase (and any portion of a Full Member partner's) being used to pay for repairs up to \$500: the required deductible.

It's a really unpleasant situation to have a car broken into while you're visiting a friend and come to understand that not only did you lose a favourite CD and 3 dimes, but now you'll have to pay \$500 to have the car's window and sundry damage repaired. Many CAN members have asked us to look into ways to mitigate the need to pay the deductible. With this concern in hand, we have decided to build a \$0 deductible pool.

What does it mean?

If you have signed the required form, paid the stipulated charge and met the conditions of the agreement, you will not have to pay the ICBC instituted deductible – the money will come out of the pool set up by CAN.

Would I still be fully insured?

YES! You will be fully covered by all aspects of CAN's insurance policy. You will have a \$0 deductible in the event of an accident (versus \$500 currently standard from the insurance company).

How do I know if I am eligible?

If you have had 0 or 1 at-fault accidents with CAN in the last 3 years, as of January 15, 2006 – you qualify. For CAN members joining after that date, you must be 100% at-fault accident-free to qualify. To maintain your eligibility, you must continue to remain at-fault accident-free and have no outstanding balance on your account longer than 45 days past its due date. Once you have had one incident covered by the pool, you are not eligible to participate in the pool for 3 years from the date of incident.

How do I apply?

Fill out the form attached and send it in, requesting payment!

Application for CAN's \$0 Deductible Pool

I, _____ am member # _____ in the Co-operative Auto Network (CAN), and wish to apply for the \$0 deductible pool. I understand that inclusion in the pool is effective from the date this form is received.

I understand that it is my responsibility to ensure that I am eligible and will defer to CAN staff if it is decided I do not qualify.

I understand that I will:

- retain all insurance coverage with CAN for collision, third party liability, personal injury, damage to property and other insurance provided to CAN members;
- pay my CAN monthly invoice on time with no outstanding balance longer than 45 days prior to any incident requiring access to the pool funds;
- the \$35 payment will not be pro-rated for less than one year's participation, nor will there be any refund if I terminate, access the pool funds in the event of an incident, or wish to switch to other deductible schemes – e.g. the Visa Gold \$0 Deductible Plan.

I hereby authorize CAN to charge my account the appropriate amount on this date and on the anniversary date of this application every year unless I terminate my membership or request in writing to withdraw my participation in the pool.

Member Number

Member Name

Signature

Date