

Maryland Automobile Insurance Fund
New Application – Minimal Limits (\$30,000/\$60,000/\$15,000)
**Notice and Acceptance for Full, Waiver or Rejection of Personal Injury
Protection (PIP) Coverage**

**Notice Concerning the Acceptance for Full,
Waiver or Rejection of Personal Injury Protection
(PIP) Coverage in Maryland** (Private Passenger
Automobile Liability Insurance)

You have the choice of purchasing certain Personal Injury Protection (PIP) Coverages:

1. Obtain Full PIP Coverage – Insurance Article – §19-505
2. Waive PIP Coverage – Insurance Article – §19-506
3. Reject PIP Coverage – Insurance Article – §19-506.1

Before deciding whether to purchase, waive or reject this coverage, **please read the following carefully.**

I. Full PIP – Insurance Article – §19-505

Full PIP coverage provides the following protection, without regard to fault:

1. It covers you and members of your family residing with you who are injured in **any** motor vehicle accident; anyone injured while **in** your vehicle; and pedestrians injured **by** your vehicle.
2. The **minimum** coverage is \$2,500 and may be used to cover:
 - a. All reasonable and necessary medical expenses incurred within 3 years of injury; and
 - b. 85 percent of actually incurred lost wages; or
 - c. If the injured person is not employed at the time of injury, any reasonable and necessary expenses to provide for essential services which that person would have provided for the care and maintenance of his or her family or household.

If you do **not** sign the waiver or rejection, you will automatically receive the full PIP protection described above. Your full PIP premium will be \$_____ (*annually*).

II. Waiver – Insurance Article – §19-506

You may only waive PIP coverage for:

1. The named insured (you);
2. All listed drivers on the policy; and
3. Members of your family who are 16 years of age or older and reside with you in your household.

The waiver prevents the **named** insured (you) from collecting PIP benefits under **any** motor vehicle liability insurance policy issued in the State of Maryland or another form of security authorized to be used in place of a motor vehicle liability insurance policy.

The waiver prevents individuals described in category 2 or 3 above from collecting PIP benefits under your policy. In addition, if these individuals are involved in a motor vehicle accident, the waiver prevents these individuals from collecting PIP benefits under any other policy of motor vehicle liability insurance issued in the state of Maryland or another form of security authorized to be used in place of a motor vehicle liability insurance policy unless the individual:

- Is the first named insured under the other policy;
- Has not waived PIP benefits under the other policy; and
- Is not a named insured under any policy of motor vehicle liability insurance where a waiver of PIP benefits is in effect.

The waiver does not impair the rights of other individuals such as pedestrians or minor children from collecting PIP under your policy.

If you decide to sign the waiver, your PIP premium will be _____ percent of the full PIP coverage. The total premium will be \$ _____ (*annually*).

If you decide **not** to sign the waiver, Maryland Automobile Insurance Fund may not refuse to write your insurance coverage.

III. Rejection – Insurance Article – §19-506.1

The first named insured/applicant is not required to obtain coverage for the benefits described in §§19-505 (Full) and 19-506 (Waived) under a motor vehicle liability insurance policy that:

1. Provides coverage that does not exceed the minimum liability coverage of Bodily Injury arising from an accident of up to \$30,000/\$60,000 and Property Damage of up to \$15,000; and

2. Is issued, sold, or delivered by the Maryland Automobile Insurance Fund.

The Maryland Automobile Insurance Fund is required to offer a First Named Insured, at the time of application, the option to reject all PIP coverage for the benefits described in §§19-505 and 19-506 if, prior to the application, the applicant has not been insured continuously by the Maryland Automobile Insurance Fund for at least 1 year.

If you reject PIP, this rejection is effective for everyone seeking PIP coverage under this policy, including the following:

1. The named insured;
2. All listed drivers;
3. Members of your family who reside with you in your household;
4. Passengers other than listed drivers or family members;
5. Pedestrians;
6. Permissive drivers.

The rejection of PIP prevents the named insured (you), all listed drivers, and members of your family who reside with you in your household from collecting PIP benefits under any motor vehicle liability insurance policy issued in the State of Maryland or another form of security authorized to be used in place of a motor vehicle liability insurance policy.

The rejection precludes the collection of PIP benefits under your policy by other individuals such as passengers, pedestrians or permissive drivers, but does not impair such other individuals from collecting PIP from another motor vehicle liability policy.

If you decide to sign the rejection, your PIP premium will be zero. (*annually*)

If you decide not to sign the rejection, your insurance company may not refuse to write your insurance coverage.

At the time of application for policy, the first named insured shall elect in writing to:

1. Obtain Full PIP Coverage – Insurance Article – §19-505

2. Waive PIP Coverage – Insurance Article – §19-506

3. Reject PIP Coverage – Insurance Article – §19-506.1

A rejection of PIP coverage for all of the benefits described in §§19-505 and 19-506 is effective until the end of the policy's term unless the First Named Insured:

1. Withdraws the rejection of coverage in writing;

2. Obtains a motor vehicle liability Insurance policy for the motor vehicle from another Insurer; or

3. Increases any coverage under the policy to an amount that exceeds the minimum liability coverage (bodily Injury arising from an accident of up to \$30,000/\$60,000 and property damage of up to \$15,000).

On renewal of the policy, unless the First Named Insured notifies that insurer in writing that the First Named Insured wishes to obtain coverage for the benefits described in §19-505 (full PIP coverage), the Insurer shall provide the coverage described in §19-506 (waived PIP coverage).

