



# PIP REFORM:

## Opting Out of Personal Injury Protection

### ➔ OPTING OUT

Individuals who provide proof of coverage under a qualified health plan may be able to opt out of Personal Injury Protection (PIP) coverage on their auto insurance policy. A qualified health plan is currently defined as health/accident coverage provided that does not exclude or limit coverage for injuries related to accidents and has an annual individual deductible of \$6,000 or less OR health coverage through Medicare A & B.

### ➔ COMPARE COVERAGE

Among the factors to consider when deciding whether to opt out of PIP is the comparison of coverage. PIP benefits cover an extensive list of post-acute medical services, such as in-home attendants, door-to-door medical appointment transportation, lost wage replacement, home and vehicle modifications, and long-term care cognitive and speech therapy.

### ➔ 30-DAY SELECTION PERIOD

If an individual opts-out of PIP based on the availability of a qualified health plan, and that coverage is lost for any reason, they have 30 days to inform their auto insurer and select a PIP limit. Inside the 30-day selection period, the individual will have access to a \$2M PIP limit. After the 30-day selection period, they will have the limit selected for them or have no PIP coverage at all.