

DIFFERENT TYPES OF GARAGE INSURANCE FOR DEALERSHIPS AND MECHANIC SHOPS

There are three levels of liability coverage provided by the Garagekeepers Liability policy that are commonly used today. They are legal liability, direct excess & direct primary.

- 1. Legal liability is the type you will find most often. It simply provides coverage for physical damage to customer vehicles in the insured's care where the insured is legally liable. As long as the insured exercises prudence and due diligence while the car is in his care he may never have a loss under this coverage. If he is negligent in any way this coverage will respond.**
- 2. Direct excess provides coverage for physical damage to a customer's vehicle in the insured's care regardless of negligence, in excess of any insurance that the vehicle owner may have in place.**
- 3. Direct primary coverage provides for physical damage to a customer's vehicle in the insured's care regardless of negligence. Because coverage is primary it is the first line of coverage in the event of a loss.**