

# AT A GLANCE (USED VEHICLES)

## WHAT IS TOTAL REPLACEMENT COVERAGE?

If your vehicle is **written off** as a total loss, or if it is **stolen and not recovered**, Total Replacement Coverage (TRC) covers you, in whole or in part, for the **depreciation** not covered by your primary insurance policy.

## WHO IS ELIGIBLE?

You are eligible to purchase TRC for **used vehicles** if:

- You are a resident of Canada (except for the province of Quebec).
- Your vehicle value is equal to or less than \$150,000.
- Your vehicle is the prior, current or upcoming model year with an odometer reading of more than 15,000 kms, or your vehicle is 2 to 7 prior model years old.
- You have primary vehicle insurance coverage that includes vehicle damage insurance (e.g. Collision or Comprehensive).
- Your vehicle will NOT be used for commercial purposes or is NOT listed by your insurance company as a commercial vehicle.

## REASONS TO CONSIDER TRC

There are many reasons you might consider TRC. Here are a few:

- You are not financing your vehicle, or you have little-to-no negative equity in your vehicle financing.
- You want depreciation protection.
- You want inflation protection.

## WHAT ABOUT WAIVER OF DEPRECIATION?

Unlike TRC, standard Waiver of Depreciation has limitations:

- It is not available on used vehicles, and there is no inflation protection.

## WHEN DO I MAKE A CLAIM?

You may make a claim if:

- Your vehicle has been **written off** by your primary insurer as a total loss or **stolen and not recovered**.
- You have a **payable claim** with your primary auto insurer.

## WHAT DO I GET IF MY CLAIM IS PAYABLE?

If your claim is payable, TRC will pay:

- The difference between Replacement Cost, and the amount settled by your primary insurance company before applying any deductible (subject to limitations in the Policy).
- “Replacement Cost” is the Vehicle Value established at time of purchase, PLUS 5% of that value per year for the time between purchase date and date of loss.
- A reimbursement of your primary insurance deductible, up to \$500, but only if you purchased the Deductible Reimbursement Option.

## EXAMPLE OF HOW TRC WORKS (TOTAL LOSS)

At time of Purchase		At Time of Loss	
Vehicle Purchase Price...	\$25,000	Starting Vehicle Value....	\$28,500
Taxes and Fees.....	\$3,500	5% indexing.....	\$4,275
<b>Starting Vehicle Value</b>	<b>\$28,500</b>	<b>Total Replacement Cost</b>	<b>\$32,775</b>
		Primary Insurance Settlement	\$17,775
		<b>Amount paid by TRC</b>	<b>\$15,000</b>

- Imagine you buy a vehicle as shown above.
- After 3 years, you are in an accident, and your vehicle is written off.
- Your primary insurance settles for \$17,775, the depreciated value of the vehicle.
- In this case, TRC will pay you an additional \$15,000.

## ARE THERE EXCLUSIONS AND LIMITATIONS?

Yes. Please read your policy of insurance for a complete list, but here are a few limitations and exclusions:

- The maximum payout is limited to \$60,000 in total.
- If the Vehicle Purchase Price exceeds 110% of the Canadian Black Book Retail Clean Value, the Starting Vehicle Value will be reduced by the excess.
- Replacement Cost does not include amounts for wear and tear, non-factory installed options, insurance, warranties, negative equity.
- If your vehicle is repossessed, you are no longer covered.
- TRC does not cover claims resulting from the commission of an illegal act, willful misconduct, material misrepresentation, or fraud.
- Policies must take effect on the same effective date as the loan or lease agreement within 60 days of purchase of the covered vehicle.

## OPTIONS

There are two options available with TRC:

### 1) Deductible Reimbursement

- If you purchase this option, you are entitled to reimbursement of your primary insurance deductible on **total loss**, up to **\$500**.
- If you purchase this option, you are also entitled to reimbursement of your primary insurance deductible on a **partial loss**, up to **\$500** per occurrence.

### 2) OEM Parts

- Not available for used vehicles.