

# Caravan & Trailer Insurance

## Premium, Excess, Discounts & Aussie Assist Benefits Guide

This RACV Caravan & Trailer Insurance Premium, Excess, Discounts & Aussie Assist Benefits Guide should be read with and forms part of the RACV Caravan & Trailer Product Disclosure Statement and Policy Booklet (PDS), prepared on 19 May 2019.

This guide applies to policies issued with a caravan or trailer kept in Victoria with a commencement date on or after 13 October 2020 or with a renewal effective date on or after 28 October 2020\*.

This guide provides further information about the cost of your insurance and excess(es) you may need to pay if you make a claim.

\* Call 13 RACV (13 7228) for information about policies issued with a Touring Caravan, On-site Caravan or Trailer kept outside Victoria.

### How we work out your premium

Your insurance premium generally reflects the likelihood of a claim being made on your policy in the future. There are a number of factors we take into account when determining your premium.

We calculate your premium by combining and considering the following:

- ▶ Pricing factors
- ▶ Choice of excess
- ▶ Policy options
- ▶ Discounts, and
- ▶ Government charges.

Other commercial factors affect the premium you pay, including costs associated with operating our business. Each time you renew your insurance your premium is likely to change, even if your personal circumstances have not changed. This is because the premium you pay is calculated based on a number of factors including our updated modelling, your circumstances and wider insurance trends.

### Pricing factors

The premium you pay for your insurance reflects the likelihood of you making a claim together with the potential value of any claim. So, if you have a lower chance of making a claim then you will generally pay a lower premium compared to someone who has a higher chance of making a claim.

Our experience shows there are a number of factors that are a good indicator of the possibility of a claim being made. We call these pricing factors.

Some pricing factors are more significant than others, and the impact may vary according to your circumstances. For caravan and trailer insurance policies, pricing factors that may be taken into account in determining your premium include a combination of some or all of the following:

- ▶ policy type
- ▶ optional coverages or benefits you have chosen
- ▶ the sum insured you have chosen
- ▶ any excesses or special conditions that apply
- ▶ the address of where your caravan or trailer is kept
- ▶ the flood risk of your onsite caravan
- ▶ the length of your touring caravan
- ▶ the age of your touring caravan
- ▶ how your touring caravan is parked - for example, in a garage
- ▶ how you use your trailer - for example, private or for business
- ▶ if your touring caravan is fitted with Electronic Stability Control (ESC) or a suitable security device
- ▶ how you choose to pay your premium
- ▶ your previous year's premium if your policy is a renewal, and
- ▶ features including age and claims history of the owners and drivers.

**This is not an exhaustive list of our pricing factors.**

We collect information in relation to these pricing factors from you and other sources and we use our data, models, and experience to assess how important each pricing factor is for your policy. At any time we may change the relative importance of any of the pricing factors or how they combine to affect your premium, and we may add to or remove pricing factors from the calculation as we see fit.

We also consider your previous premium and may take steps to limit the change in your premium at renewal.

## Policy options

Optional cover you can add:

- ▶ Contents cover
- ▶ Annexe cover.

When you add an option to your policy, you need to pay an extra premium for the increased cover we give you. Any optional covers you choose to add will be shown on your current Certificate of Insurance.

### Cost of choosing to pay by the month

If you choose to pay your premium by monthly instalments you pay more than if you pay annually. The extra premium you pay will be shown on your current Certificate of Insurance.

## Discounts

We offer the following discounts that you may be entitled to:

- ▶ Years of Membership Benefit
- ▶ Multi-Policy Discount
- ▶ No Claim Bonus.

The way in which your discounts are applied to your premium is set out in the 'How we calculate your caravan or trailer premium' section of this guide on page 4.

### Years of Membership Benefit

This discount applies to all types of Caravan & Trailer Insurance<sup>#</sup>.

We reward you with a Years of Membership discount which is linked to the colour of your RACV membership card. RACV Years of Membership Benefit increases the longer you are with us.

Membership Card Colour	Years of Membership	Annual Discount
Blue	0-4 years	0%
Bronze	5-9 years	5%
Silver	10-24 years	10%
Gold	25-50 years	15%
Gold 50	51 years or more	20%

<sup>#</sup> Excludes Travel, Business, Farm, Single Item and Pet Insurance products.

The way in which your Years of Membership Benefit is applied to your premium is set out in the 'How we calculate your caravan or trailer premium' section of this guide on page 4.

### Multi-Policy Discount

A Multi-Policy Discount rewards you for holding multiple RACV Insurance policies.

See if you qualify for a Multi-Policy Discount<sup>#</sup>:

How to qualify	Multi-Policy Discount
Hold two or more of the following: Home, Landlord, Motor, Caravan & Trailer, Boat or Veteran, Vintage and Classic Vehicle Insurance.	<b>Save 10%</b> On your Home, Landlord, Motor, Caravan & Trailer, Boat or Veteran, Vintage and Classic Vehicle Insurance.

To receive the Multi-Policy Discount, the qualifying products must:

- ▶ be current, and
- ▶ have at least one common insured named on each policy.

On existing policies, the discount applies from the date of the next renewal after you qualify.

The way in which your Multi-Policy Discount is applied to your premium is set out in the 'How we calculate your caravan or trailer premium' section of this guide on page 4.

<sup>#</sup> Excludes Travel, Business, Farm, Single Item and Pet Insurance products.

### No Claim Bonus

A No Claim Bonus is a reward for a good insurance record. We reward you with a reduced premium, based on the number of years of claim-free insurance.

You may be entitled to a No Claim Bonus, depending on the number and type of caravan or trailer claims you have made.

The No Claim Bonus levels are:	
	60%
	50%
	40%
	30%
	20%
	0%

### How does No Claim Bonus work?

Each year at renewal, you automatically move up to the next level of No Claim Bonus if you do not make a claim in that policy year.

If you make a claim for something that is not your fault and you can provide the name and residential address of a person that we agree is responsible, your No Claim Bonus will not be affected.

Otherwise, if you do make a claim in a policy year, you will move down two levels of No Claim Bonus on renewal, unless you have chosen to protect your No Claim Bonus by paying an additional premium.

The way in which your No Claim Bonus is applied to your premium is set out in the 'How we calculate your caravan or trailer premium' section of this guide on page 4.

### What is No Claim Bonus protection?

You can pay an additional premium to protect your No Claim Bonus. If you have chosen to protect your No Claim Bonus it will not be affected for any claims you make in that policy year.

## Government charges

Caravan & Trailer Insurance policies are subject to stamp duty imposed by state and territory governments in addition to GST.

Government Charges	On-site Caravan	Touring Caravan	Trailer
GST	10%	10%	10%
Stamp Duty	10%	10%	10%

## Excess

An excess is an amount you pay when you lodge a claim. The amount and types of excess(es) payable are shown on your current Certificate of Insurance. You may have to pay more than one type of excess depending on your circumstances.

The types of excess(es) that may apply are:	On-site Caravan	Touring Caravan	Trailer
Basic	✓	✓	✓
Age	✗	✓	✗
Hail or cyclone	✓	✓	✓

### Basic excess

If you make any type of claim you must pay the basic excess that applies to your policy. We determine the basic excess that will apply at the time a policy is first taken out based upon the type of policy, however you may be able to choose a higher basic excess (On-site Caravan and Touring Caravan only) - see 'Choice of excess' below.

Type of policy	Basic excess
On-site Caravan Insurance	\$200
Touring Caravan Insurance	\$200
Trailer Insurance	\$200

Your basic excess amount will also be shown on your current Certificate of Insurance.

### Choice of excess

If you have On-site Caravan or Touring Caravan Insurance you can choose a higher basic excess amount to the one we determine when you first take out a policy and when you renew a policy. During your policy period, you can also choose to increase your basic excess.

If you choose a higher excess you can reduce your premium.

You can choose one of the following amounts as your basic excess: \$200, \$500 or \$1,000.

### Age excess

If you have Touring Caravan Insurance, this excess applies in addition to any other excess when the person driving the motor vehicle which is towing your caravan is under 25 years of age.

The age excess is \$300.

### Hail or cyclone excess

This excess is paid in addition to any basic excess if you make a claim for loss or damage that occurs as a result of hail or a cyclone.

Type of policy	Hail or Cyclone excess
On-site Caravan Insurance	\$200
Touring Caravan Insurance	\$200
Trailer Insurance	\$200

### When an excess does not apply

You will not have to pay an excess if:

- ▶ you make a claim for an incident that we agree was not the fault of you or the person who has your permission to use your on-site caravan, touring caravan or trailer, and
  - you can provide the name and residential address of the person we agree is responsible, and
  - the amount of the claim is more than the basic excess
- ▶ your touring caravan or trailer is attached to a motor vehicle you own and the motor vehicle and touring caravan or trailer suffer accidental damage in the same incident, and:
  - you have lodged a claim for your touring caravan or trailer under this policy and we have agreed to pay this claim
  - your motor vehicle is comprehensively insured with us
  - you have lodged a claim under your Comprehensive Motor Vehicle Policy and paid any applicable excesses for this claim.

The Rating on your Comprehensive Motor Vehicle Policy and the No Claim Bonus on your Touring Caravan or Trailer Policy may be affected.

## How we calculate your caravan or trailer premium

### Step 1

First, we combine the pricing factors relating to the product and the Contents or Annexe options if you have chosen them.

### Step 2

Once this amount is calculated, then we add the cost of choosing to pay by the month.

### Step 3

Once this amount is calculated we work out any No Claim Bonus you may be eligible for and apply this to the amount from Step 2.

### Step 4

Then, we add the cost of any No Claim Bonus Protection you have chosen.

### Step 5

We then work out any Multi-Policy Discount that you may be eligible for and apply this to the amount from Step 4.

### Step 6

We apply any Years of Membership Benefit you may be eligible for to the amount in Step 5.

### Step 7

We then add applicable government charges to work out the premium you need to pay.

## Aussie Assist 13 19 03 – help with emergencies

Our Aussie Assist telephone service provides you with help and advice 24 hours a day, seven days a week.

All dollar values described in this Benefits Guide include GST.

Aussie Assist provides assistance:

- ▶ over the phone while travelling
- ▶ with illness or injuries.

You need to contact us BEFORE using any of the services or benefits that Aussie Assist offers.

In this guide 'family member' means your spouse (legal or de facto), your children or spouse's children or any member of your or your spouse's family, who normally live with you.

### Aussie Assist can provide you with:

#### assistance over the phone while travelling

If you or family members are travelling away from your home anywhere in Australia, you can use our telephone service to receive assistance with:

- ▶ travel advice and directions
- ▶ booking accommodation or changing travel arrangements.

#### assistance with illness or injuries that need hospitalisation

If you or a family member suffer an illness or injury 100km or more from your home on a driving trip in Australia and are hospitalised for seven days or more, we will arrange and pay for certain transportation costs for:

- ▶ the hospitalised person to reach the city or town nearest your home where ongoing medical care can be obtained, only with the treating doctor's approval
- ▶ you or any family members who were travelling with the hospitalised person to return home
- ▶ a relative or friend to join the hospitalised person, if they are travelling alone, and that person requests it.

#### assistance with illness or injuries that interrupt a driving trip

If you or a family member are on a driving trip 100km or more from your home and one of you suffers an injury or an illness that leaves no-one able to drive your vehicle, we will arrange and pay for:

- ▶ additional accommodation for up to two nights for you and any family members on the trip, covering the room rate only and not exceeding \$150 per day
- ▶ transportation for you and any family members on the trip to your home, or to the trip's destination, whichever is closer
- ▶ transportation of your vehicle home by land, or to the trip's destination, whichever is closer.

#### **assistance if your vehicle is stolen**

If you or a family member are 100km or more from your home on a driving trip, and your vehicle is stolen, we will arrange and pay for:

- ▶ transportation for you and any family members to the closest location where transport can be obtained if not available locally
  - actual costs of transport home is not covered
- ▶ up to 2 days accommodation for you and any family members if transportation is not immediately available. This covers the room rate only, not exceeding \$150 per day
- ▶ transportation of your vehicle home by land, if it is found with no damage within 35 days of the vehicle being stolen.

#### **assistance if someone travelling with you dies**

If you or a family member die in Australia 100km or more from your home, we will arrange and pay for:

- ▶ transportation of the body of the deceased to a location within Australia nominated by the deceased's next of kin
- ▶ transportation home for you and any family members travelling with the deceased at the time of the death
- ▶ transportation home by land of the vehicle in which you or a family member were travelling with the deceased, if no-one is able to drive the vehicle.

#### **assistance if someone not travelling with you dies**

If you or your family member are travelling in Australia, 100km or more from your home, and an immediate relative who is not travelling with you dies as a result of an accident or an unexpected illness, we will arrange and pay for:

- ▶ transportation for you and any family members to return home
- ▶ transportation home by land of the vehicle in which you or a family member were travelling if no-one is able to drive the vehicle.

#### **Things you are not covered for – Aussie Assist exclusions**

These exclusions are in addition to the General exclusions on page 16 to 18 of the RACV Caravan and Trailer Product Disclosure Statement and Policy Booklet which also apply.

#### **we will NOT**

- ▶ cover any expenses that are payable by either Medicare or any registered health benefits organisation
- ▶ any fee or charge related to medical treatment including:
  - hospital treatment
  - medical expenses
  - ancillary health benefits as they are described in the National Health Act 1953 or replacement legislation
- ▶ transportation by ambulance
- ▶ any flights not deemed necessary by a doctor
- ▶ any cancellation fees relating to any event, including airline tickets and accommodation
- ▶ loss of baggage and/or personal effects
- ▶ accommodation, meals and incidental expenses unless specifically stated
- ▶ any expenses you have incurred in the process of repairing your vehicle or moving your vehicle if your vehicle is damaged
- ▶ costs associated with any water crossing, unless the water crossing is to or from Tasmania
- ▶ transport equipment such as coffins, any embalming costs, administrative costs, funeral costs and secondary transfer fees associated with transporting the deceased
- ▶ any expenses relating to pets.

**If there is anything you don't understand about this RACV Caravan & Trailer Insurance Premium, Excess, Discounts & Aussie Assist Benefits Guide, please call us on 13 RACV (13 7228) or visit an RACV Shop.**