

STRUCTURE YOUR INSURANCE UMBRELLA TO PROTECT YOUR NET WORTH

4 STEPS TO BETTER PROTECT YOUR NET WORTH AND LIFESTYLE

STRUCTURE YOUR INSURANCE UMBRELLA TO **PROTECT** **YOUR NET** **WORTH**

THANK YOU for
downloading this guide.

At RISK MNGR, everything
we do is designed to
bring timely insight and
information. We believe
in staying informed.

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1.

DETERMINE YOUR NET WORTH

YOUR NET WORTH is a figure used to determine your overall wealth. A simple way to calculate your Net Worth is to add up the total of all your assets, minus the total of all your liabilities.

Your wealth advisor can help you calculate more detailed Net Worth figures. They may also be helpful in illustrating how your Net Worth may change over a period of time based on implementing different strategies.



**STEP 1: DETERMINE
YOUR NET WORTH**

2.

REVIEW YOUR CURRENT INSURANCE UMBRELLA POLICY

If you already have an Insurance Umbrella Policy, it is important to have a clear understanding of what the policy will cover.

BE SURE TO CONSIDER:

- Who is your Insurance Umbrella Carrier?
- What is the policy limit (maximum amount of coverage) of your Insurance Umbrella?
- What does your Insurance Umbrella Policy currently provide protection for?
- Does the Insurance Umbrella list all members of your household?



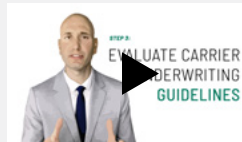
**STEP 2: REVIEW YOUR CURRENT
INSURANCE UMBRELLA POLICY**

3.

EVALUATE CARRIER UNDER- WRITING GUIDELINES

MOST INSURANCE CARRIERS do not have the ability to increase their Insurance Umbrella Policy limits beyond their basic limit.

- Learn about your Insurance Umbrella Carrier Underwriting Guidelines and what amount of coverage they have the ability to offer you.
- Determine whether you should explore different Insurance Umbrella Carriers. (Some carriers offer coverage amounts up to \$100M).



**STEP 3: EVALUATE CARRIER
UNDERWRITING GUIDELINES**

4.

IMPLEMENT THE CHANGES TO YOUR POLICY

Make any necessary changes, and obtain an Insurance Umbrella Policy Limit that matches your Net Worth.

BE SURE TO LIST:

- All Properties Owned or Rented (long-term or short-term)
- Home Owners Policy
- Personal Liability Policy
- Boats, Recreational Vehicles, ATV's, Snowmobiles, Golf Carts, Planes, etc.
- All Household Members and Domestic Staff



**STEP 4: IMPLEMENT THE
CHANGES TO YOUR POLICY**

POLICY WORKSHEET Use this information when designing your policy.

What is your Net Worth?

\$

Use this figure as a rough estimate of what your Insurance Umbrella Policy Limit should be.

Make a list of all the items you'll need coverage for. Then, read through your carrier's guidelines and check if coverage is offered for all of your listed items.

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(Be sure to include: all properties owned or rented, personal liability policies, boats, planes, RV's, ATV's, snowmobiles, golf carts, art collections, wine collections, fine jewelry, and all household members and staff.)

POLICY WORKSHEET Things to Consider...

Which stage in your career are you in currently?

☐ **EARLY** ☐ **MIDDLE** ☐ **LATE**

If you are in a later stage of your career, consider if you realistically have the time, energy and resources needed to recreate your wealth in the event it were to be depleted. If not, you may want to consider a higher limit.

Who is your Insurance Umbrella Carrier? _____

*Is this carrier experienced in Insurance Umbrellas with higher than standard limits?
Most standard carrier maximums are between \$3M - \$10M.*

What is the Policy Limit? Or, the maximum amount your Insurance Umbrella will pay?

\$ _____

Is the Policy Limit reasonably similar to your Net Worth?

Does your carrier's guidelines provide coverage for your listed items?

☐ **ALL** ☐ **MOST** ☐ **MINIMAL**

Use this figure to determine whether this carrier is right for you.

Does your current policy include all the items in your list, and members of your household?

☐ **YES** ☐ **NO**

If your current policy is not up to date, you could be exposed and should make adjustments at renewal time.



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