

MEMO

To: Gaye Hettrick
From: Tim Rodriguez
Date: 03/03/2011
Re: Contractor Automobile Insurance

Message:

I have heard that a couple of Contractor's employees want to drive their own vehicles, rather than vehicles supplied by the Contractor. This opens up UDOT, the Contractor and the Employee to the potential of being uninsured. Most Personal Automobile Policies have a Business Exclusion. This allows the Insurance Company to deny coverage if the vehicle is being used for business reasons.

There are a couple of ways to protect everyone involved. The first is the Contractor can have their own Commercial Auto policy add any Auto or add Non-owned autos to their coverage. The other way is to have the Employee get a Business Use Endorsement to their own Personal Auto policy.

Doing either of these options will allow for UDOT, the Contractor and the Employee to be insured if an accident should happen.