DO YOU REALLY NEED GAP INSURANCE?

PROTECT YOUR INVESTMENT. DRIVE WITH CONFIDENCE.

WHAT IS GAP INSURANCE?

GAP stands for Guaranteed Asset Protection. It covers the difference between the value of your car and the amount owed on your loan if it were involved in an accident. GAP insurance will pay that difference in the event you total your car.

WHY YOU MAY NEED GAP INSURANCE?

GAP policies are mandatory in most lease agreements, but getting one from a third party can still save you money.

If you lease a vehicle or buy with little money down, GAP insurance offers the most protection.

Comprehensive policies only pay out the value of the car – NOT the amount that's owed on your loan.



Even if you total your car, you're still responsible for the full amount of the loan.

New cars lose 30% of their value during their first year and 50% in the first 3 years.

If you buy a car for $25,000, it's value is only $18,000 after year one. And that is all an insurance company will pay out.

After 3 years, your car is worth $13,000 – leaving you with a "gap" of $12,000.

HOW CAN YOU GET GAP INSURANCE?

Peace of mind on the road!



- GAP insurance is available when you finance your car through Horizon.
- GAP costs can be financed with the loan; no out of pocket expense,
- Price you'll pay at Horizon is significantly less than what would be charged at the dealership.
- Weigh your options, and talk with your lender to decide if GAP is the right choice for you.

Protect your car. Protect your investment.

GAP INSURANCE CAN HELP.

Horizon Federal Credit Union