



## HOW DO I SHOW THAT I CAN PAY THE DEDUCTIBLE?

There are many ways to do this:

- 1. Prove that you have sufficient financial assets to pay the \$10,000 yourself, by showing you have –**
  - net worth of at least \$100,000
  - working capital of at least \$50,000
- 2. Obtain a Letter of Credit from your bank for \$10,000.**  
(Model wording is available.)
- 3. Pledge one or more Certificates of Deposit, and have your bank provide proof that the CDs will be held for this purpose.**  
(A model letter for your bank to use is available.)
- 4. Get a written guarantee from a third party that they will pay the \$10,000 if needed.**  
(Model wording is available.)
- 5. Get a letter from your banker attesting to your ability to pay the \$10,000.**  
(A model letter is available.)
- 6. Provide some other reasonable documentation such as a bond, an assignment of life insurance or annuity contract, etc.**