

TRAILER INTERCHANGE

Trailer interchange is an agreement among common carriers whereby one trucker will transfer one trailer containing a shipment to the second trucker to transport the trailer to its destination or to a point of interchange with yet another trucker. The agreement continues until the cargo reaches its destination. Trailer interchange is truly third party liability coverage, not first-party physical damage coverage. Trailer interchange does not provide coverage to the average trucker who may be using a third party trailer while transporting goods.

NON-OWNED TRAILER

This is structured by the insurance carrier including as a covered auto “any non-owned trailer while attached to a covered (or scheduled) power unit”, and listing a maximum physical damage coverage amount for these non-owned trailers. The advantage of this approach is that it does not require a written agreement for coverage to apply.