



SOUTHERN CALIFORNIA  
EDISON®

# WILDFIRE RECOVERY COMPENSATION PROGRAM



## Fast Pay offer example

### COMMERCIAL | TENANT BUSINESS: TOTAL LOSS

- Tenant-occupied commercial property
- Claimant owns and operates the occupying retail business
- Property improvements provided by owner-landlord
- Property had a destroyed 3,000 sq. ft. structure and a 1,000 sq. ft. structure with major damage
- Business had an average annual net income of \$150,000 from 2023 to 2024
- Claim submitted by attorney

#### INSURANCE POLICY COVERAGE

##### \$500,000 of coverage:

- \$200,000 of personal property coverage
- \$300,000 of business interruption insurance coverage

#### PERSONAL PROPERTY COSTS

##### METHODOLOGY

- \$25,000 flat payment per tenant-occupied destroyed commercial structure and \$10,000 per tenant-occupied commercial structure with damage for personal property, no insurance offset for flat amounts

##### PERSONAL PROPERTY COST

+\$25,000 flat amount for destroyed  
+\$10,000 flat amount for damaged

\$35,000

##### INSURANCE OFFSET

N/A<sup>1</sup>

##### CLAIMANT OFFER

\$35,000

#### + BUSINESS INTERRUPTION COSTS

##### METHODOLOGY

(Average 2-year net income of business from  
2023-2024)/12) \* Interruption Period Months

##### Owner interruption periods

- Retail: 42 months
- Medical or industrial: 42 months
- Office-based: 3 months

GROSS  
(\$150,000/12) \* 42  
months =

\$525,000

BUSINESS  
INTERRUPTION  
INSURANCE OFFSET

\$300,000

##### CLAIMANT OFFER

+\$225,000

#### + DIRECT CLAIM PREMIUM

##### METHODOLOGY

\$25,000 for tenant of a commercial property

WILDFIRE RECOVERY COMPENSATION PROGRAM  
\$25,000 direct claim premium, not available in litigation

+\$25,000

#### + ATTORNEY FEES

##### METHODOLOGY

10% attorney fees on all damages (economic plus non-  
economic) net of insurance and excluding direct claim premium

Added for claims submitted by an attorney

##### NET DAMAGES

\$35,000: Personal Property  
+\$225,000: Net Business Interruption

\$260,000

X 10%

##### CLAIMANT OFFER

+\$26,000

#### TOTALS

##### GROSS AMOUNT

\$611,000

##### CLAIMANT INSURANCE PAYOUT POTENTIAL<sup>2</sup>

\$300,000

##### CLAIMANT OFFER

\$311,000

\*The claimant may fully pursue the \$200,000 of insurance policy coverage available for personal property

Notes: 1. Flat payment amounts in claim offer intended to cover amounts not covered by insurance. 2. Claimants can continue to pursue their insurers for unpaid insurance policy limits.