



SOUTHERN CALIFORNIA
EDISON®

WILDFIRE RECOVERY COMPENSATION PROGRAM



Fast Pay offer example

RESIDENTIAL | OWNER: NON-BURN DAMAGE (SMOKE, SOOT, OR ASH); TOTAL LOSS SECONDARY STRUCTURE

- Owner-occupied, single-family residence and Accessory Dwelling Unit (ADU)
 - Primary structure with non-burn damage from smoke, soot or ash infiltration
 - 600 sq. ft. secondary structure, ADU, deemed a total loss
- Pre-fire whole property value of \$1,400,000
- Two adults, two children; owner intends to rebuild / currently owns property
- Claim submitted by attorney

INSURANCE POLICY COVERAGE

\$150,000 of applicable coverage:

- \$100,000 of secondary structure coverage (\$60,000 received and \$40,000 unpaid)
- \$40,000 of personal property coverage
- \$10,000 of loss-of-use coverage

REAL PROPERTY / REBUILD¹ COSTS

METHODOLOGY

- Total loss ADU rebuild cost based on \$450/sq. ft.
- \$10,000 flat amount covering repair/remediation and personal property costs for non-burn damage to primary structure¹
- \$10,000 flat amount for landscaping damage¹

GROSS REBUILD COST

Rebuild =

\$450/sq. ft. * 600 sq. ft. =

ADU

\$270,000

Other
Damage

\$20,000

INSURANCE OFFSET

\$100,000 for ADU rebuild=

\$100,000

N/A¹

CLAIMANT
OFFER

\$190,000

+ PERSONAL PROPERTY COSTS

METHODOLOGY

20% * ADU rebuild costs (this calculation applies whether or not the owner chooses to rebuild) - personal property policy coverage limits

GROSS
20% * \$270,000 =

\$54,000

PERSONAL PROPERTY
INSURANCE OFFSET

\$40,000

CLAIMANT
OFFER

+\$14,000

+ LOSS OF USE (LOU)

METHODOLOGY

6-month period

Monthly Fair Rental Value = pre-fire property value ÷ (30 price-to-annual-rent ratio * 12 months) – loss of use policy coverage limits

GROSS
(\$1,400,000 ÷ (30 * 12 mo.) = \$3,888 / mo.
6 months * \$3,888 per month =

\$23,000

LOSS-OF-USE
INSURANCE OFFSET

\$10,000

CLAIMANT
OFFER

+\$13,000

+ NON-ECONOMIC DAMAGES

METHODOLOGY

\$50,000/adult, \$25,000/child residing in household

ADULTS: 2 * \$50,000 +
CHILDREN: 2 * \$25,000 =

\$150,000

INSURANCE
OFFSET

N/A

CLAIMANT
OFFER

+\$150,000

+ DIRECT CLAIM PREMIUM

METHODOLOGY

\$100,000 for residential owner-occupant of a destroyed secondary structure

WILDFIRE RECOVERY COMPENSATION PROGRAM
\$100,000 direct claim premium, not available in litigation

+\$100,000

+ ATTORNEY FEES

METHODOLOGY

10% attorney fees on all damages (economic plus non-economic) excluding direct claim premium and net of insurance³

Added for claims submitted by an attorney

ECONOMIC & NON-ECONOMIC DAMAGES

\$190,000: Net Rebuild
+\$14,000: Net Personal Property
+\$13,000: Net Loss of Use
+\$150,000: Non-Economic Damages

CLAIMANT
OFFER

\$367,000

x

10%

+\$36,700

TOTALS

GROSS
AMOUNT

\$653,700

CLAIMANT INSURANCE
PAYOUT POTENTIAL

\$150,000

CLAIMANT
OFFER

\$503,700

Notes: 1. Flat payment for non burn damage to primary structure (both remediation costs and personal property costs) intended to cover amounts not covered by insurance (i.e., already net of insurance coverage).