



Fast Pay offer example

RESIDENTIAL | TENANT: TOTAL LOSS PRIMARY STRUCTURE

- Tenant-occupied single-family residence (two adults, two children)
- 1,500 sq. ft. primary structure deemed a total loss
- Pre-fire property value of \$1,200,000
- Pre-fire monthly rent of \$2,900
- Monthly Fair Rental Value = pre-fire property value ÷ (30 price-to-annual-rent ratio * 12 months) – loss of use policy coverage limits
- Claim submitted by attorney

INSURANCE POLICY COVERAGE

\$305,000 of coverage:

- \$300,000 of personal property coverage
- \$5,000 of loss-of-use coverage

PERSONAL PROPERTY COSTS

METHODOLOGY

\$25,000 per person for a destroyed single-family residence - primary structure¹

ADULTS: 2 * \$25,000
CHILDREN: 2 * \$25,000

\$100,000

PERSONAL PROPERTY
INSURANCE OFFSET

N/A¹

CLAIMANT
OFFER

+\$100,000

+ TRANSITION EXPENSES

METHODOLOGY

Greater of 3-months of pre-fire rent or Monthly Fair Rental Value

GROSS
3 mo. * \$2,900 per mo.
Or
3 mo. * \$3,333 per mo.

\$10,000

INSURANCE
OFFSET

\$5,000

CLAIMANT
OFFER

+\$5,000

+ NON-ECONOMIC DAMAGES

METHODOLOGY

\$115,000/adult, \$75,000/child residing in household

ADULTS: 2 * \$115,000 +
CHILDREN: 2 * \$75,000 =

\$380,000

INSURANCE
OFFSET

N/A

CLAIMANT
OFFER

+\$380,000

+ DIRECT CLAIM PREMIUM

METHODOLOGY

\$50,000 per adult tenant of a destroyed residential structure

WILDFIRE RECOVERY COMPENSATION PROGRAM

\$50,000 * 2 adults

Direct claim premium, not available in litigation

+\$100,000

+ ATTORNEY FEES

METHODOLOGY

20% 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

+\$100,000: Net Personal Property

+\$5,000: Net Loss of Use

+\$380,000: Non-Economic Damages

\$485,000

X

20%

CLAIMANT
OFFER

+\$97,000

TOTALS

GROSS
AMOUNT

\$687,000

CLAIMANT INSURANCE
PAYOUT POTENTIAL²

\$5,000

CLAIMANT
OFFER

\$682,000

OFFER CHANGE DUE TO PROTOCOL UPDATE

+\$48,630 due to higher attorney fee compensation

+\$1,300 due to fair market rent exceeding actual rent