

# California FAIR Plan Association

February 27, 2025



CALIFORNIA  
**FAIR PLAN**  
PROPERTY INSURANCE

# About the FAIR Plan

# California's Insurer of Last Resort

Provides basic property coverage **regardless of a property's fire risk**, ensuring all Californians have access to the peace of mind they deserve.

Intended as a **temporary insurance safety net** for those unable to procure insurance in the voluntary market.



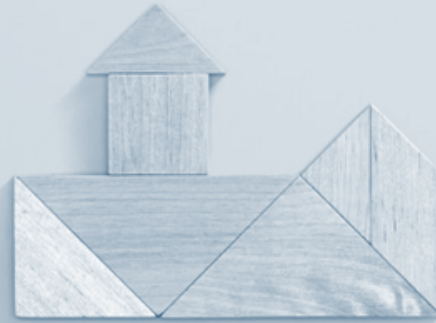
# How We Work



Created by statute, but not funded by or part of the government



Private and not-for-profit



Backed by all property-casualty insurers licensed to write and writing in CA



Part of the residual market



One of over 30 similar organizations in states across the US

# What Makes Us Different:

## We do not have agents.

Registered brokers conduct business with, not on behalf of, the FAIR Plan.

We do not market, and we do not endeavor to increase – or keep – our market share.

We encourage insureds and brokers to regularly seek insurance in the standard market.





## Where We Are Today

- Center of CA homeowner's insurance crisis
  - Responding to an increased need as voluntary insurers limit their policies in CA
- 400% growth in last 4 years
- 3<sup>rd</sup> largest insurer in the state

# Our Products

# Policies



## Dwelling

Coverage for Owner or Tenant occupied dwellings with up to 4 family units and personal property for renters and condo owners.



## Commercial

Business owned buildings including habitational units, retail mercantile, manufacturing risks, farms, wineries, and office buildings. Individual owned habitational buildings with 5 or more units.



## Earthquake

Coverage for individually owned residential properties and personal property of tenants and condo owners through the California Earthquake Authority (CEA).



# Other Information and Resources



# Difference in Conditions (DIC) Policies

- Provide coverages not available through the FAIR Plan
- Supplement FAIR Plan policies to provide coverage like a comprehensive homeowner's policy
- Offered by voluntary insurers
  - List on California Department of Insurance's website at [www.insurance.ca.gov](http://www.insurance.ca.gov)

# Home Hardening Discounts

Recognize actions taken by individual policyholders to protect their properties from wildfire:



**Protecting the Structure**  
10% discount



**Protecting the Immediate Surroundings**  
5% discount

- Applied to the wildfire portion of the premium
- Must meet all criteria for each discount
- Discounts can be obtained separately or together



# Firewise USA Community Discount

The National Fire Protection Association (NFPA) designates Firewise communities as those that have taken specific steps to mitigate their risk of wildfire.

Dwelling properties located in a Firewise community are eligible for a **10% discount on the wildfire portion of their premium.**

Learn more at [www.nfpa.org](http://www.nfpa.org).

# Visit our website to:

- Find a broker
- Make a payment
- Check payment status
- View resources for loss prevention
- Report a claim
- Check policy status



# Thank you.

Scan the QR code or visit our website at [www.cfpnet.com](http://www.cfpnet.com).



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