

Fire in a Parcel

INTRODUCTION & EXAMPLE USE CASES



PARAMETRIC SOLUTION FOR WILDFIRE INSURANCE

Fire in a Parcel (“FIP”) is a parametric insurance solution that introduces an affordable, quick-to-pay risk transfer option for businesses and high net worth property owners in the Continental US. Payout is triggered once a wildfire enters a defined parcel boundary. FIP has zero deductible and coverage extends to both physical damage and business interruption.

PERIL

Wildfire only

AVAILABILITY

Continental US

LIMIT

\$1 to \$10 million

POLICY TERM

1 Year

COINSURANCE

Standalone or supplemental

SELECT CUSTOMERS



Building Complexes



Wineries



Education



Complex Risks

ILLUSTRATIVE USE CASES

1

Peril and High-Risk Location Carveout

Fire in a Parcel can be used to carve out wildfire risk from existing policies, driving lower overall insurance costs for full coverage, and creating additional visibility for insureds into what is driving increased premiums. FIP can also be applied to high-risk and/or high value locations that can be removed from portfolio-level coverage.

2

Flexible and Broad Policy Form

FIP’s broad policy form can be used to wrap existing policies to cover emergency and uninsured expenses like secondary structures, equipment, business interruption, and relocation costs. When combined with the product’s parametric design, insureds benefit from a simple structure that is quick-to-pay upon a triggering event.

3

Deductible Buydown

Many insureds have experienced meaningful increases in wildfire deductibles over the past several years. FIP can be used to “buy down” the deductible for insureds that can’t tolerate current levels of risk retention. FIP is offered for limits as low as \$1 million.

Fire in a Parcel

FREQUENTLY ASKED QUESTIONS



HOW ARE RATE AND ELIGIBILITY DETERMINED?

1. The location address is provided to Kettle.
2. Kettle determines at that time whether aggregate is available in that geography.
3. Wildfire scoring is applied, and eligibility determined.
4. If the property qualifies, pricing is provided subject to a minimum 0.90% (gross) rate-on-line (ROL).

HOW DOES THE CLAIMS PROCESS WORK?

1. Insured submits notice and proof of loss to Kettle within 60 days of a triggering event.
2. Kettle confirms a Wildfire has intersected the property boundary using fire perimeters from the National Interagency Fire Center.
3. Kettle prepares and delivers an event report to the insured confirming a triggering event.
4. Payment is issued within 5 business days following delivery of the report.

WHAT CONSTITUTES A WILDFIRE?

“Wildfire” is defined as an uncontrollable wildland fire, forest fire, brush fire, desert fire, firestorm or any other series of fires, regardless of origin, which is predominantly fueled by indigenous vegetation.

HOW IS A “PARCEL” DEFINED?

The parcel geometry is the polygon that delineates a property’s boundary. Kettle obtains these geometries from the relevant county tax assessor’s office. Each parcel is identified by a unique Assessor Parcel Number that the county assigns.

WHAT TYPES OF DAMAGE ARE COVERED UNDER FIP?

The policyholder must submit proof of loss \geq \$10,000 resulting from a Wildfire Event. Loss can be on account of any direct or indirect physical loss or damage to property, business interruption, extra expense and any other expenses associated in connection with the insured location.

DOES FIP COVER SMOKE DAMAGE?

FIP covers smoke damage in the event a triggering event has occurred. However, to the extent a Wildfire has not intersected with the defined parcel or triggering conditions have not otherwise been met, smoke damage is not covered.

HOW DOES FIP INTERACT WITH OTHER COVERAGE?

FIP can be purchased as standalone or supplemental coverage. FIP has zero deductible and extends to both physical damage and business interruption. Policyholders can use FIP to “buy down” high wildfire deductibles on in-place coverage.

OTHER INFORMATION

Kettle is currently limited to working with entities that have a wholesale or surplus lines license. For any other questions related to Kettle or the Fire in a Parcel product, please reach out to contact@ourkettle.com.