



YOUR HOME WARRANTY AND YOUR INSURANCE

(949) 404-4349



ACCREDITED BUSINESS

A+ Rating



HOME WARRANTY

- ✓ Service
- ✓ Repair
- ✓ Replacement of your home's major systems and appliances for a typical one-year term.

INSURANCE POLICIES

- ✓ A home's structure and belongings in case of a "known peril" listed in the contract, such as weather events, fires, or floods.



YOUR HOME WARRANTY AND YOUR INSURANCE

HOME WARRANTY

- ✓ Service
- ✓ Repair
- ✓ Replacement of your home's major systems and appliances for a typical one-year term
- ✓ Issued by a home warranty company
- ✓ Different from homeowners insurance
- ✓ Provides financial protection in case of a disaster or accident



BOTH IMPORTANT

- ✓ Can reduce the risk and potentially the financial burden of home ownership.
- ✓ But the two contracts cover different issues.

"If a loss is covered by insurance, it cannot be covered by a home warranty, and if it's an insurable loss, a warranty won't cover it."

- ✓ Air conditioner stops blowing cold air, you can use a home warranty.
- ✓ If you spill a can of paint on your floor and damage it, the peril would not be covered"

Home warranty is not a replacement for homeowners insurance.

- ✓ Cover major appliances like your refrigerator and dishwasher.
- ✓ Covers the service, repair, and replacement of home systems such as HVAC, electrical, and plumbing.
- ✓ Spell out what they include in the contract, and some are more robust than others.

"With an all-risk policy, this would be a covered loss."

- ✓ Only cover items, parts, and situations that are listed in the contract.
- ✓ Can fill some of the exclusion gaps in a homeowners insurance policy, providing an additional layer of coverage to reduce the financial risk of homeownership.
- ✓ So, choosing a home warranty versus home insurance isn't an either/or decision.

"A home warranty is part of an overall protection program for your home"



YOUR HOME WARRANTY AND YOUR INSURANCE

INSURANCE POLICIES

A home's structure and belongings in case of a "known peril" listed in the contract, such as weather events, fires, or floods.

- ✓ A mortgage lender might require a contract of exclusion unless you paid cash for your home.

BOTH IMPORTANT

- ✓ Covers damages or loss due to known perils, including wind, fire, vandalism, hail, or theft.
- ✓ More comprehensive plans, or "all-risk," extend beyond basic perils and have fewer exclusions.
- ✓ An accident like a paint spill or water backup is covered depending on the coverages and exclusions
- ✓ Invest whether you choose a basic "named perils" policy or an all-risk policy that's more thorough
- ✓ Suppose a tree falls on your air conditioning unit. In that case, an insurance claim is a sudden and fortuitous event due to a peril, wind.



Might be required by your mortgage or Home equity lender, which is another big difference between home insurance and home warranties.

- ✓ Insurance policy won't reduce the expense of plumbing or electrical repairs or an appliance replacement.
- ✓ Offers broad coverage with specific exclusions.
- ✓ Complements homeowners insurance by covering damages that home insurance policies don't.
- ✓ Contracts of inclusion