CONFIRMATION OF DEDUCTIBLE PAYMENT

P1Mitigators™ — Jacksonville, FL — (904) 891-8435

All insurers are required by state law to pay their deductible (or the portion that is equivalent to their repairs) to their 1st chosen contractor. The insurance carrier has the right and will sometimes ask, require or demand proof that this deductible has been physically paid to a contractor — or both parties could be accused of insurance fraud.

HOW THE DEDUCTIBLE IS BEING PAID

☐ Cash ☐ Check ☐ Cash App ☐ Zelle ☐ Credit Card ☐ Money Order ☐ Other

AMOUNT PAID _____ **DATE PAID** _____

PROPERTY & CLAIM DETAILS

HOMEOWNER / INSURED NAME _____

PROPERTY ADDRESS _____

POLICY NUMBER _____ **CLAIM / LOSS NUMBER** _____

HOW A DEDUCTIBLE ACTUALLY WORKS

CONTRACTOR ESTIMATE / DAMAGES	YOUR DEDUCTIBLE	CARRIER SENDS YOU
$20,000	**$2,000**	**$18,000**
Carrier agrees to 100%.	So what does the carrier send?	If you guessed $18,000 — correct!

But if you think they “kept” the $2,000 as your deductible — you’d be INCORRECT. The carrier knows the total is $20,000, so they intentionally send only $18,000 — forcing you to pay the $2,000 difference directly to the chosen contractor. Just like a co-payment at the doctor’s office, the homeowner physically has to pay it to start or complete the process. You can and should confirm this with your carrier — they will surely say yes.

THE DEDUCTIBLE IS THE JOB COST — NO PRICE SHOPPING

On a true restoration job paid with insurance proceeds, all you pay is your deductible — nothing more. Your deductible IS the job cost.

This is NOT a retail job — it is insurance proceeds work: a long timeline, and supplements (unforeseen labor and materials) are often involved, so the retail price is never the same as the insurance price. There is no price shopping when a contractor does the job for the quoted insurance proceeds. Don’t let the carrier fool you into chasing 35 estimates — taking time off work and burning your own money — just to save THEM a few dollars. Confirm it with your carrier: on a covered restoration claim you pay your deductible and nothing beyond it.

OTHER FORMS OF PAYMENT

Supplement — additional (unforeseen) labor and materials needed to make the homeowner whole again. On a roof, for example, we can’t always see all the damage until the shingles and underlayment are removed first — or how large a tree really is when it’s buried under a shed or a living room.

Recoverable Depreciation (RD) — shown on your policy payout in parentheses — is the money the carrier holds back until you prove the job has been completed. This RD money is also paid to the contractor working on the project, as an “insurance proceeds” type of arrangement.

HOMEOWNER SIGNATURE _____ **DATE** _____

CONTRACTOR SIGNATURE _____ **DATE** _____