









What's the difference?

Home Warranty and Home Insurance

The difference between a **home warranty** and **home insurance** is not *what items* are protected, but rather *what is the cause* of the loss and/or failure of a protected item. Home insurance pays for a loss that may happen due to a covered insurable event. **An IGS Home Warranty** pays for failures that can happen over time through normal use of protected items.

HOME WARRANTY	VS	HOME INSURANCE
Not protected, included under standard homeowners insurance.	 Insurable events	Covered events include windstorm, fire, hail, smoke, theft, explosions and water damage (flood, sudden and/or accidental discharge, sewer backup and overflow).
Protection includes normal wear and tear resulting from ordinary use (nature and frequency) as intended by the item's manufacturer.	 Failure through normal use	Not covered.
Group rated. All eligible homeowners pay the same rate for protection, regardless of home age or size.	 Pricing	Price is individually rated depending on age, size and value of home as well as the claim history.
No administrative charges for protection with IGS Home Warranty.	 Service/claim fees	Includes a deductible, homeowner pays for all covered losses.
Management and coordination of the entire service request process is included, from contractor management to contractor payment for a protected failure.	 Service requests/claims process	Customer typically receives a compensation check for losses (minus the deductible) after the covered claim is processed.
Rates do not increase due to a service request on a protected item.	 Rate increase	Rates typically increase after a covered loss.

A home warranty is not a substitute for home insurance, nor is home insurance a substitute for home warranty. IGS Home Warranty protects you from the situations that home insurance won't cover, items that can fail due to normal wear and tear. In essence, an IGS Home Warranty picks up where home insurance leaves off.

