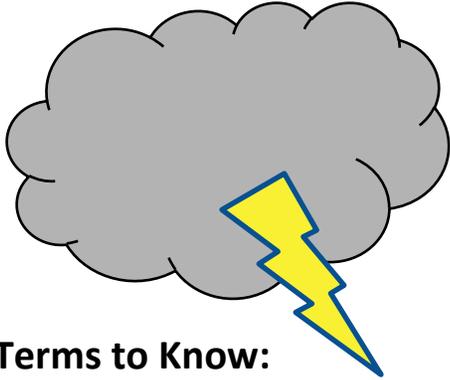


How it Works (cont):

Federal Agencies and regulators, including government sponsored enterprises, may have stricter requirements.



Terms to Know:

SFHA- Special Flood Hazard Area, considered the high-risk area with a risk of 1% chance of flooding every year. The SFHA consists of 2 zones the A zone and the V zone.

FIRM- Flood Insurance Rate Map, the map that shows the different flood zones **high** (V, A), **moderate** (X shaded) and **low** (X unshaded).



For additional information regarding your property flood zone please contact:

CRS Coordinator: Kathryn Harring

City of Venice

Engineering Department

401 W Venice Ave

Venice, FL 34285

941-482-7412

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All About Mandatory Flood Insurance



What is the NFIP?

The NFIP (The National Flood Insurance Program) is a federal program that allows property owners to purchase flood insurance on eligible buildings and contents. You may purchase flood insurance in any flood zone.



Is my building eligible?

The NFIP insures most walled and roofed buildings that are mostly above ground on a permanent foundation, including mobile homes, and buildings currently under construction. Property owners can purchase building and contents coverage from any local property and casualty insurance agent.

To find a local insurance agent

Please Visit:



Who is required to have insurance?

The Flood Disaster Protection Act of 1994 requires flood insurance to be purchased for all buildings in the SFHA with federal or federally assisted financial aid. Your flood zone is determined by the FIRM. This can be done by an insurance agent or the city of Venice.

What is considered federally funded?

- Secured Loans from Lenders, Savings Bank, and Credit Union

That are regulated, supervised or insured by the Federal Reserve, Federal Deposit Insurance Corporation, Comptroller of Currency, Farm Credit Administration, Office of Thrift Supervision, and the National Credit Union Administration

- Loans and Grants

from agencies such as the Department of Veterans Affairs, Farmers Home Administration, Federal Housing Administration, Small Business Administration, and FEMA disaster assistance.



How it Works:

When making, increasing, renewing or extending any type of federally backed loan, lenders determine the flood zone using the most current FEMA FIRM to see if the mandatory insurance requirement applies. It only applies if you are in the SFHA. If it applies, they will send the borrower written notification that flood insurance is a condition of the loan.

The purchase and notification requirements do not apply unless the building itself, or some part of the building is in the SFHA. Lenders may require the purchase of flood insurance even if a building is located outside an SFHA. **25% of all NFIP claims are from outside SFHAs.**

Under federal regulations, the required coverage must equal the amount of the loan (excluding appraised value of the land) or the maximum amount of insurance available for a **single-family residence is \$250,000 and for non-residential (commercial) buildings is \$500,000.**

