

# FLOOD INSURANCE REQUIREMENTS HOMEOWNER ASSISTANCE PROGRAM

If your damaged home, reconstructed home, or replacement home is located in a Special Flood Hazard Area (SFHA), you are required as per the Restore program executed Grant Agreement to maintain flood insurance in the amount of the lesser of:

1. The full insurable value of the structure as determined by the applicable property insurer
- OR**
2. The maximum amount available for the structure under the National Flood Insurance Program

THE FULL INSURABLE VALUE OF THE STRUCTURE WILL BE BASED ON THE RESTORE LOUISIANA'S FINAL TOTAL PROJECT COST. **TOTAL PROJECT COST IS DESCRIBED BELOW:**

Repair:

Reimbursement Estimate  
+ Repair Estimate  
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= Total Project Cost at Closing

**OR**

Reconstruction:

Reconstruction Estimate  
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= Total Project Cost

**OR**

Manufactured/Mobile Home Unit (MHU):

Lesser of MHU Award Cap  
**OR**  
Purchase Cost  
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= Total Project Cost

- Homeowners being served by the program who do not provide proof of flood insurance in the amount required as noted above will be ineligible to receive grant funding and any of your Restore funds may be subject to recapture, including those disbursed in reimbursement.
- Failure to maintain insurance may result in applicants being ineligible for future disaster relief.
- Homeowners who receive federal disaster assistance for a flood damaged home must purchase and maintain flood insurance coverage on the flood-damaged property for as long as the flood damaged home exists (in perpetuity).
- If the homeowner sells the home after receiving federal disaster assistance, they must inform the new owner of the requirement to maintain flood insurance coverage. In most cases, an existing flood insurance policy transfers to a new owner with no lapse in coverage.

For repairs and reimbursements, proof of flood insurance, valid for 30 days or more, must be provided at your Grant Agreement Signing. You will need to provide **ONE** of the documents noted below:

1. A declaration sheet or ACORD form describing your flood insurance coverage.

**OR**

2. A flood insurance application with receipt proving proof of payment of premium and coverage dates.

Homeowners who have a FEMA group flood insurance policy may be required to purchase additional coverage to cover the total project cost. Homeowners should reach out to the insurer to determine if the group policy will remain in effect after purchasing more coverage.

If flood insurance is required, but not available due to the disrepair of your damaged home, you must submit:

1. A declination letter from your insurance company at your Grant Agreement Execution.

**AND**

2. Proof that you obtained flood insurance once construction has been completed on the damaged home prior to receiving your final payment.

*\*\*Reconstructions and Solution 2 MHUs are excluded from providing a declination letter due to the absence of an insurable structure at the time of signing the Grant Agreement. Applicants must still obtain and submit current flood insurance prior to final inspection.*