

FEMA Region III

NFIP CAP Summit

April 23-25, 2019

April 23rd, 2019

The National Flood Insurance Program

Today's Agenda

Status of Elevation and Floodproofing
Certification Forms

NFIP Reauthorization Update

NFIP Transformation/Private Insurance

Status of Elevation and Floodproofing Certification Forms

**Non-residential Floodproofing-November 30,
2018**

Elevation Certificate-November 30, 2018

These forms are third in line for OMB review.

National Flood Insurance Program

NFIP Reauthorization Update

NFIP Reauthorization Principles

Congress must reauthorize the NFIP by no later than **May 31st 2019**. If the authorization lapses, FEMA must stop selling and renewing policies for millions of properties in communities across the nation.

Timely, Multi-Year
Reauthorization

Promote stability in the real estate and mortgage markets and allow FEMA to continue improving the program.

Create a Sound
Financial Framework

NFIP reauthorization is an opportunity for Congress to take bold steps to transition the NFIP to a more sound financial framework.

Increase Flood
Coverage

Flood insurance – whether purchased from the NFIP or private carriers – enables insured survivors to recover more quickly and more fully after flood events.

Improve the Customer
Experience

Transform the NFIP into a simple, easy experience that customers value and trust.

Principal Topics in House & Senate

Private Sector Engagement

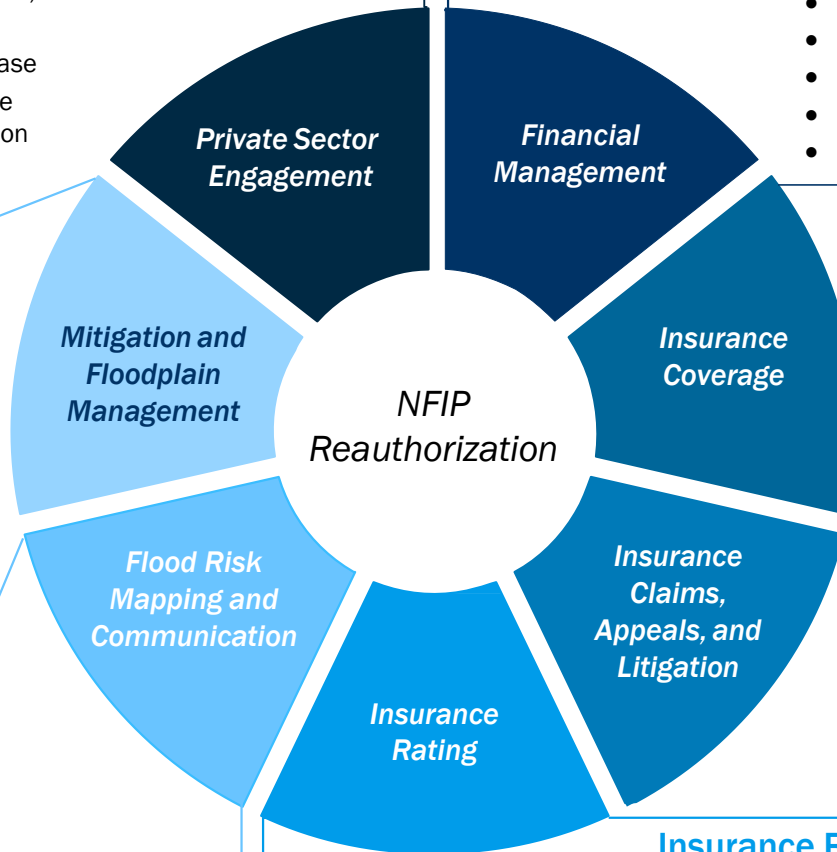
- WYOs (compensation, non-compete)
- Continuous coverage
- Acceptance for mandatory purchase
- Phase out coverage for high value properties and/or new construction
- Equivalency fee to fund mapping
- NFIA Part A authorities

Mitigation and Floodplain Management

- Urban mitigation rate reductions
- Community accountability for repetitively flooded areas
- State revolving loan funds for flood mitigation
- Authorizations for FMA, PDM funding
- Extreme repetitive loss
- Elimination of coverage for excessive payments

Flood Risk Mapping and Communication

- Alternative flood maps
- Mapping appeals
- Levee-protected areas
- Digital display environment
- Risk disclosure for real estate



Financial Management

- Redirect NFIP interest payments
- Cap premiums, adjust annual rate increases
- Phase out grandfathering
- Adjust surcharges, Reserve Fund assessments
- Risk transfer

Insurance Coverage

- Affordability programs
- Maximum coverage limits
- Simplify terms and conditions
- Increased Cost of Compliance
- Improved policy disclosures
- Pre-existing conditions
- Participation studies

Insurance Claims, Appeals, and Litigation

- Proof of loss requirements
- Litigation reforms
- Expose NFIP to state law claims
- Federal Flood Insurance Advisory Committee

Insurance Rating

- Elevation certificates
- Rate-related disclosures
- Replacement cost value in rate setting

NFIP Transformation/Private Insurance

Risk Rating 2.0

Policy Forms Redesign

Data and Reporting-Use of Analytics

Claim Settlement Practices

Partnerships with Non-NFIP Sources

Insurance Department Outreach

Reinsurance/Cat Bonds

Effective July 1st, 2019-Final Rule

Acceptance of “Private Flood Insurance”

Mutual Aid Societies

NFIP
Transfor-
mation

Private
Industry
Expansion

Federal
Regulators
Final Rule

Questions?

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Thank You!



**NATIONAL FLOOD
INSURANCE PROGRAM**