



# THREE RIVERS ASSOCIATION OF REALTORS®

## Flood Insurance Disclosure Statement



The Biggert-Waters Flood Insurance Reform Act of 2012 reauthorized the National Flood Insurance Program (NFIP) for an additional 5 years and also largely eliminated federal subsidies of flood insurance, resulting in increases in the premiums to be charged for flood insurance coverage. On March 21, 2014, the Homeowner Flood Insurance Affordability Act of 2014 was signed into law and changes the Biggert-Waters Act to significantly mitigate the current impact of higher flood insurance rates.

- Your mortgage lender may require you to purchase flood insurance in connection with your purchase of a property. The National Flood Insurance Program (NFIP) provides for the availability of flood insurance and establishes flood insurance policy premiums based on the risk of flooding in the area where properties are located.
- Recent changes to federal law will result in changes to flood insurance premiums that are likely to be higher, and in the future may be substantially higher, than premiums paid for flood insurance prior to or at the time of sale of the property. As a result, purchasers of property should not rely on the premiums paid for flood insurance on any property previously as an indication of the premiums that will apply the completion of the purchase.
- In considering your purchase of any property, you should consult with one or more carriers of flood insurance for a better understanding of flood insurance coverage, current and anticipated future flood insurance premiums, whether the prior owner’s policy may be assumed by a subsequent purchaser of the property, and other matters related to the purchase of flood insurance for the property. You may also wish to contact the Federal Emergency Management Agency (FEMA) for more information about flood insurance as it relates to this property.

**Receipt of this “Disclosure of Flood Insurance Statement” and the NFIP Brochure “Top Ten Facts for Consumers” is hereby acknowledged:**

**Buyer Name:** \_\_\_\_\_ **Buyer Name:** \_\_\_\_\_

**Signature:** \_\_\_\_\_ **Signature:** \_\_\_\_\_

**Date:** \_\_\_\_\_ **Date:** \_\_\_\_\_

The pamphlet accompanying this disclosure entitled “Top Ten Facts for Consumers” (authored by FEMA) may answer some of your questions. If you wish more information about the National Flood Insurance Program (NFIP), the following is a list of resources which you may find useful: [www.FEMA.gov](http://www.FEMA.gov) and [www.FloodSmart.gov](http://www.FloodSmart.gov).