To: CHFA Lenders  
From: CHFA Single Family Underwriting  
Subject: Hazard Insurance Deductibles Update

Lenders are reminded that CHFA allowable fees for insurance premiums are set to help ensure the cost of insurance is affordable and not prohibitive for low-to-moderate income first-time homebuyers. The allowable fees are published in the CHFA Home Mortgage Programs Operating Manual, and the Loan Program Outline and Underwriting Guides (collectively the "Manual").

To the extent there are discrepancies between the Manual and the limits set forth by investors or mortgage insurers i.e. FNMA, FHLMC, FHA, VA, USDA-RD or PMI, CHFA requirements will govern.

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**CHFA LIMITS**

<table>
<thead>
<tr>
<th>Type of Coverage</th>
<th>Maximum Deductible</th>
</tr>
</thead>
<tbody>
<tr>
<td>Homeowners</td>
<td>Up to $1,500</td>
</tr>
</tbody>
</table>
| Wind / Hail / Hurricane   | Within 2,600 feet from the coast - hurricane deductible ≤ 5%  
                           | Over 2,600 feet from the coast - hurricane deductible ≤ 2% |
| Flood                     | NFIP Min & Max Limits       |

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**FLOOD INSURANCE**

**NFIP - MINIMUM DEDUCTIBLES**

<table>
<thead>
<tr>
<th>Program Type</th>
<th>Rating</th>
<th>Minimum Deductible for coverage of $100,000 or less</th>
<th>Minimum Deductible for coverage over $100,000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Emergency</td>
<td>All</td>
<td>$1,500</td>
<td>$2,000</td>
</tr>
</tbody>
</table>
| Regular      | All Pre-FIRM* Subsidized zones:  
               A, AE, A1-A30, AR, AO, V, VE, V1-V30, AR/AR Dual zone without Elevation | $1,500                                      | $2,000                                      |
|              | Tentative and Provisional | $1,000                                        | $1,250                                      |

*All questions regarding this Bulletin should be directed to Valencia Taft-Jackson at (860) 571-4224 or valencia.taft-jackson@chfa.org or Hazim Taib at (860)571-4250 or hazim.taib@chfa.org