

**Bulletin # 247
January 4, 2024**

To: CHFA Lenders
From: CHFA Single Family Underwriting
Subject: **CHFA Hazard Insurance Deductible**

Effective immediately, including loans already in process, the Connecticut Housing Finance Authority (CHFA) has increased the maximum deductible permitted on a Borrower's Homeowner's Insurance Policy from \$1,500 maximum to \$2,500 as shown on the chart below.

CHFA LIMITS	
Type of Coverage	Maximum Deductible
Homeowners	Up to \$2,500
Wind / Hail / Hurricane	<u>Over 2,600</u> feet from the coast - hurricane deductible < 2%
	<u>Within 2,600</u> feet from the coast - hurricane deductible < 5%
<i>Deductibles must be in compliance with the State of CT Insurance Dept. requirements as well as the investor and insurer guidelines up to a maximum of 5%</i>	

Please refer to the CHFA Loan Program Outline & Underwriting Guides (page 9) for additional information regarding hazard insurance deductibles and servicer requirements.

All questions regarding this Bulletin should be directed to Lisa Hensley at lisa.hensley@chfa.org or Carolyn Christensen at carolyn.christensen@chfa.org