

Flood Disaster Protection Act

Solutions



The Flood Disaster Protection Act (FDPA) requires federal financial regulatory agencies to adopt regulations prohibiting lending institutions from making, increasing, extending, or renewing a loan secured by improved real estate or a mobile home located in a special flood hazard area in a community participating in the National Flood Insurance Program (NFIP) unless the property securing the loan is covered by flood insurance. Flood insurance may be provided through the NFIP or through a private insurance carrier.

The FDPA requires lenders to have an action plan in place for Flood Insurance Coverage:

- ***Current Regulatory Knowledge***
- ***Ability to Secure Coverage***
- ***Escrowed Premiums****
- ***Insurance Tracking***
- ***Precise Timing***



How can CP Insurance Associates support your financial institution in maintaining compliance with the regulations outlined in the Flood Disaster Protection Act?

Lender Placed Insurance

When adequate flood insurance requirements are not met, CP Insurance associates offers lender placed (forced placed) flood insurance coverage options from top-rated A+ insurance carriers. Automatic coverage protection is available on all eligible tracked collateral for flood insurance, as well as wind, hazard, and general liability coverage.

Private Flood Certification

Our team is trained in compliance and can certify that the private flood insurance policy selected by your borrower provides sufficient coverage to meet FDPA regulatory guidelines.

Insurance Tracking

We partner with you to track insurance coverage in your portfolio, with customized services that fit the way you do business. With 24-7 access to industry leading web-based software, you can access reporting and portfolio metrics anytime. Customized borrower compliance and uninsured notices are sent within the FDPA regulatory time frame on your behalf.

Escrow Tracking & Other Services

Many new loans secured by properties regulated by the Flood Disaster Protection Act require lenders to escrow insurance premiums. CP Insurance Associates offers escrow tracking services with payment distribution options. Our in-house team is available to provide escrow tracking, claims processing, document verification, customer service, and other professional insurance services through our operations center based in Huntsville, TX.