



Federal Emergency Management Agency

Washington, D.C. 20472

W-02039

MEMORANDUM FOR: WYO Principal Coordinators and NFIP Servicing Agent

Donald R. Beaton, Jr.

FROM: Donald R. Beaton, Jr.
Chief Underwriter
Federal Insurance and Mitigation Administration

DATE: June 20, 2002

SUBJECT: Revised Policy Endorsement Form

In our memorandum dated March 26, 2002, we spoke of the need for a revised policy endorsement regarding the inspection procedure to include other areas that incorporate out of Monroe County on or after January 1, 1999. To date only one additional area has incorporated out, the City of Marathon. The interim final rule, which was published in the Federal Register on March 8, 2002, amended the NFIP regulations to require that all areas that incorporate out of Monroe County participate in the inspection procedure.

You have been attaching Endorsement Number One to new and renewal policies in Monroe County and the Village of Islamorada since February 15, 2001. Attached is Endorsement Number One (Revised), which must begin replacing Endorsement Number One on all policies issued on and after October 1, 2002. This endorsement must be attached to all new and renewal policies located in Monroe County CID# 125129, the Village of Islamorada CID # 120424, the City of Marathon CID# 120681, and any future areas that incorporate out of Monroe County that we bring to your attention.

If you should have any questions, please contact your Program Coordinator.

Attachment

cc: Vendors, IBHS, FIPNC, and Government Technical Monitor
Suggested Routing: Data Processing, Underwriting, Marketing

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ CAREFULLY.

STANDARD FLOOD INSURANCE POLICY

ENDORSEMENT NUMBER ONE (REVISED)

This endorsement:

- Replaces the provisions of VII.B.4 and VII.H.2 and also adds a new paragraph, VII.H.5, to the Dwelling Form and General Property Form.
- Replaces the provisions of VIII.B.4 and VIII.H.2 and also adds a new paragraph, VIII.H.5, to the Residential Condominium Building Association Policy.

This endorsement applies in Monroe County and the Village of Islamorada, Florida. This endorsement also applies to communities within Monroe County, Florida, that incorporate on or after January 1, 1999, agree to participate in the inspection procedure, and become eligible for the sale of NFIP flood insurance.

VII.B.4 and VIII.B.4. This policy is also void for reasons other than fraud, misrepresentation, or wrongful act. This policy is void from its inception and has no legal force under the following conditions:

- a. If the property is located in a community that was not participating in the NFIP on the policy's inception date and did not join or re-enter the program during the policy term and before the loss occurred.
- b. If you have not submitted a community inspection report, referred to in "H. Policy Renewal" below, that was required in a notice sent to you in conjunction with the community inspection procedure established under 44 CFR 59.30.
- c. If the property listed on the application is not otherwise eligible for coverage under the NFIP.

VII.H.2 and VIII.H.2. We must receive the payment of the appropriate renewal premium and when applicable, the community inspection report referred to in paragraph H.5 below within 30 days of the expiration date.

VII.H.5 and VIII.H.5. Your community has been approved by the Federal Emergency Management Agency to participate in an inspection procedure set forth in NFIP Regulations (44 CFR 59.30). During the several years this inspection procedure will be in place, you may be required to obtain and submit an inspection report from your community certifying whether or not your insured property is in compliance with the community's floodplain management ordinance before you can renew your policy. You will be notified in writing of this requirement approximately 6 months before a renewal date and again at the time your renewal bill is sent.

Company Official Signature

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ CAREFULLY.

FEDERAL EMERGENCY MANAGEMENT AGENCY
FEDERAL INSURANCE and MITIGATION ADMINISTRATION
NATIONAL FLOOD INSURANCE PROGRAM

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Robert F. Shea
Acting Administrator, Federal Insurance
and Mitigation Administration