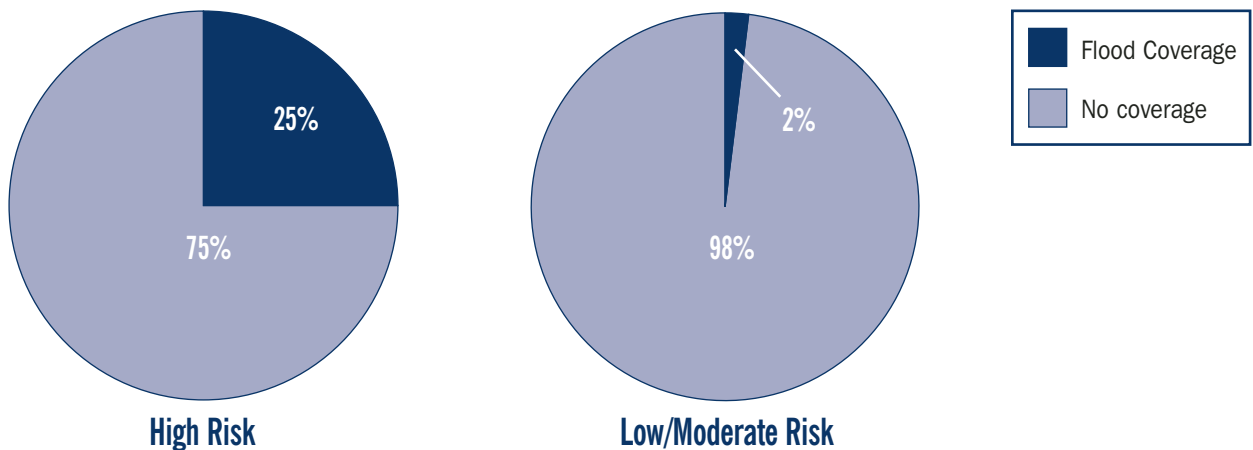




## Get the Facts

- Congress created the National Flood Insurance Program (NFIP) in 1968 in response to the rising cost of taxpayer-funded disaster relief for flood victims.
- In 1994, the National Flood Reform Act mandated that those in high-hazard flood areas — the designated “A” or “V” flood zones — must purchase flood insurance before obtaining federally underwritten loans.
- Even with this mandate in place, only 25% of properties in high-hazard zones are insured for flood.\*
- An estimated 83 million households are situated in low- or moderate-risk areas, identified as flood zones “B,” “C” or “X.” The NFIP Preferred Program was created to reach homeowners in these areas, but only 2% of eligible homeowners participate.\*

### Homeowners Buying NFIP Coverage



- Surprisingly, some popular coastal areas designated as low/moderate-hazard areas by the NFIP include parts of:
  - Nantucket
  - Dune Road in the Hamptons
  - South Ocean Boulevard in Palm Beach (on the barrier island)

\* According to the Federal Emergency Management Agency

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