

**DIVISION OF INSURANCE  
FLOOD INSURANCE NOTICE AND  
ACKNOWLEDGEMENT FORM**

Purchaser/Owner(s): \_\_\_\_\_

Property Address: \_\_\_\_\_

This Notice is being provided by:

Insurance Producer: \_\_\_\_\_ MA License No. \_\_\_\_\_

Insurance Agency: \_\_\_\_\_ MA License No. \_\_\_\_\_

**NOTICE:**

Licensed insurance producers in Massachusetts who are engaged in the sale of flood insurance on properties located in the Commonwealth are required to provide the following notice to owners or purchasers of residential property of 1-4 units who apply to purchase flood insurance, where such insurance is being required by their lender or their lender's representative. This Notice is being provided by your insurance producer and/or insurance agency.

**PLEASE NOTE:** Your lender has determined that the above address is located in a flood hazard area. As a result, your lender is requiring that you purchase a minimum level of flood insurance on the property. This notice provides important information about what protection this insurance will and will not provide.

- The flood insurance your lender is requiring you to purchase will *only* protect your creditor's or lender's interest in your property; it will not protect your interest in the property.
- Massachusetts law prohibits a creditor or lender from requiring you to purchase flood insurance in excess of the amount of your principal mortgage and, in the case of a home equity line of credit, home equity loan or second and subsequent mortgage, the full value of the credit line, outstanding principal on the equity loan or second or subsequent mortgage on that property at the beginning of the year for which the policy will be in effect.
- Purchasing flood insurance only to these limits may not be sufficient to pay for many needed repairs after a flood and may not fully compensate you for your losses in the property due to the flood.
- If you wish to protect your home or investment, you may want to purchase more flood insurance than the amount that your lender is requiring you to buy.

**ACKNOWLEDGEMENT:**

I understand that my lender cannot require me to purchase flood insurance above the amount of my principal mortgage balance, or purchase coverage for the contents of my property, or require a deductible of less than \$5,000. I understand that if I choose to purchase flood insurance only to the limit of my principal mortgage balance, that I, and not the lender or insurance producer, will be responsible for any loss over that amount. I also understand that having a high deductible or failing to purchase coverage for the contents of my property could expose me to a significant loss should a flood event occur. My insurance producer has explained my flood insurance options and I understand that I am free to purchase flood insurance in an amount above the principal mortgage balance, with a lower deductible, and contents coverage.

Please retain a copy of this Notice because it contains important information about your flood insurance coverage.

**ACKNOWLEDGMENT OF RECEIPT**

Each of the undersigned acknowledges receipt of a copy of the above Notice on Flood Insurance Coverage Requirements.

\_\_\_\_\_  
Purchaser/Owner Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Co Borrower/Co-Owner Signature

\_\_\_\_\_  
Date