

Flood Insurance

Greater flexibility and protection for your residential clients with flood risk

What is Adaptive's Flood Coverage?

Adaptive's offers flood coverage on a primary and excess basis to close the gaps left by traditional insurance.

Who is Flood Insurance for?

- Residential properties in all 50 states; suitable for coastal and inland exposures
- Primary coverage up to \$1.5M on properties with up to \$4M TIV across Buildings, Contents, and ALE (Loss of Use)
- Excess coverage (on top of existing policy) up to \$2.5M on properties with up to \$10M TIV

What are the Coverage Details?

- Broader coverage than standard NFIP policies, which only cover up to \$250K
- Not restricted to NFIP-designated flood zones
- Minimum deductible of \$1K; blanket deductible available
- No waiting period
- Additional Living Expenses (ALE) (Loss of Use) up to \$100K
- Increased Cost of Compliance (ICC) included up to \$50K
- Covers floods caused by ground and rising water

HOW IT CAN WORK

How the Garcia Family Benefitted

The Garcia family owns an older home in coastal South Carolina with a rebuild cost of \$600K. They anticipate that a loss from flooding could cost them more than \$250K, NFIP's cap. When their agent explained that NFIP coverage also excludes temporary housing costs, they switched to Adaptive's specialty flood policy.

When a major tropical storm caused significant flood damage, their policy covered the loss, including three months of Additional Living Expenses (Loss of Use) while repairs were completed and the house brought up to code.

What are Common Exclusions?

- Manufactured or mobile homes
- Gas or liquid storage tanks on property
- Properties in non-participating NFIP communities

What's In It for Me?

- Provides a more flexible alternative to NFIP
- Digital quote/bind/issue in minutes using Adaptive's portal
- Bulk pre-quote available for existing residential book
- Competitive commissions paid monthly

DID YOU KNOW

1 inch of floodwater can cause up to \$25K in damage to a house.

What Payment Options are Available?

- **Pay Now:** Binds after payment is entered
- **Pay Later:** Binds immediately; we email your client a payment link. Due within 3 days of Effective Date
- **Escrow:** Binds immediately; agent notifies the lender and remits payment within 30 days
- **Agency Billing:** Binds immediately; agent collects and remits premium within 45 days

How Do Claims Work?

- Triggered by a qualifying flood event
- FNOL via policy-listed claims email
- Typical resolution target: < 60 days

DID YOU KNOW

99% of U.S. counties experienced a flood event in the last 20 years.

Risk Examples

Adaptive's specialty flood insurance helps protect your clients' homes by covering gaps left by traditional policies and NFIP limitations.

Coastal Home in Florida

- Homeowner has \$500K rebuild cost; NFIP coverage caps at \$250K
- Hurricane storm surge causes \$310K in damage; homeowner responsible for \$60K gap

Vacation Home in Louisiana

- Owner carries NFIP coverage on a \$450K Gulf Coast property
- Flooding causes \$275K in damage; NFIP maxes out so owner must finance the \$25K gap

Primary Residence in Texas

- Family owns a \$600K home not designated as a high-risk flood zone
- Heavy rainfall causes \$200K in damage but NFIP provides no additional living expenses, leaving family to cover housing costs

DID YOU KNOW

Only ~4% of homeowners in the U.S. have flood insurance.