

# Flood Insurance Misconceptions

Fact vs Fiction

**Learn in 10**

**AonEdge**  
Private Flood Insurance



**In Less Than 10 Minutes**

**AON** | Aon Programs

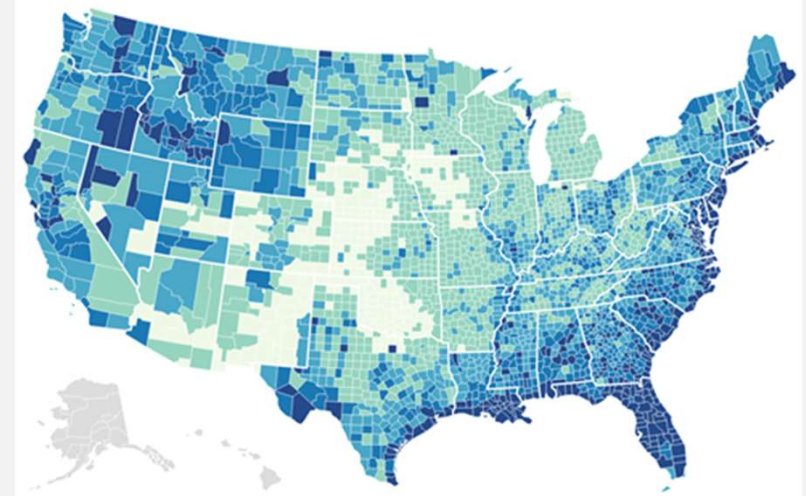
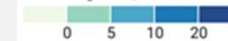
# I'm Not In A Flood Zone

- Probably the biggest misconception - all homes are in a Flood Zone
  - 90% of all natural disasters in the US involve flooding<sup>1</sup>
- Special Flood Hazard Areas (Zones A & V) require flood insurance if you have a federally backed loan
- Zones B, C and X do not require flood insurance
- 40% of NFIP flood insurance claims occur in zones B, C and X<sup>2</sup>
- ~75% of all Presidential disaster declarations are associated with flooding

## Where flood risk is projected to rise fastest in the US

A new analysis projects changes in flood risk between 2020 and 2050 by zooming in on every neighborhood across the U.S. The map shows county-level data on the average annual loss due to flood damage.

Percentage rise, 2020-2050



Flood damage measured in 2020 U.S. dollars.

Map: The Conversation/CC-BY-ND • Source: Wing, et al. 2022.

<sup>1</sup> [Insurance Information Institute Spotlight on: Flood insurance](#)

<sup>2</sup> [FEMA NFIP Why Do I Need Flood Insurance](#)

<sup>3</sup> [National Weather Service Flood Related Hazards](#)

## My Homeowners Policy Covers Flooding

- Generally, a homeowner's policy does not cover the peril of flood.
- To supplement this gap in coverage, you'll need a separate flood insurance policy.



## Misconception: If My Home Floods FEMA Will Pay For Repairs

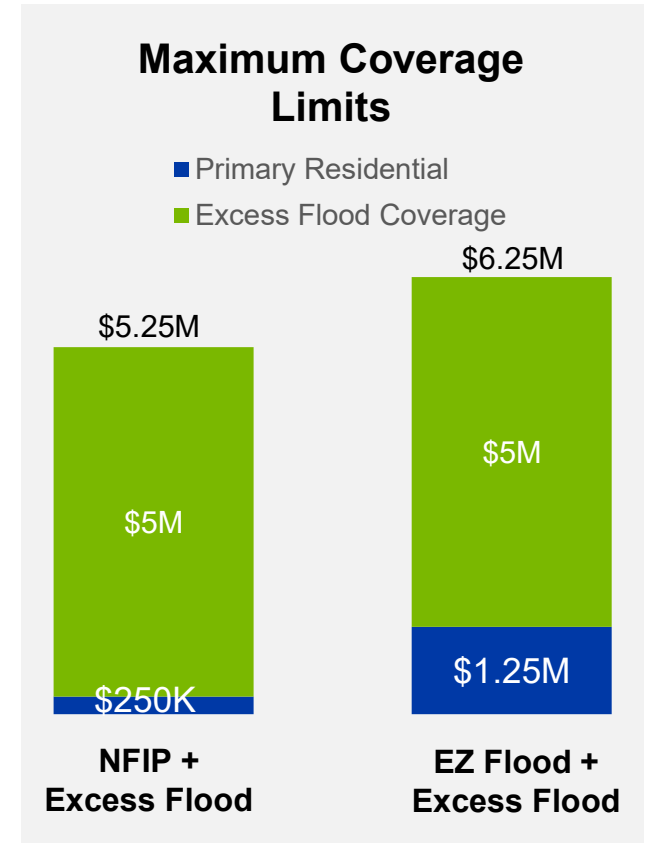
- For those without an NFIP policy, FEMA provides minimal, short-term assistance only
- Must be a presidential disaster declaration to get assistance
- FEMA does not pay to rebuild your home
- FEMA helps facilitate SBA loans to repair/rebuild your home
- These loans are in addition to your current house payment, if applicable



FEMA

## Comparisons & Limits

Flood Insurance Coverage Comparisons			
	EZ Flood	NFIP	Excess Flood
<b>Maximum Building Limit</b>	\$1,250,000	\$250,000	\$5,000,000 (building and contents combined)
<b>Maximum Personal Property Limit</b>	\$875,000	\$100,000	
<b>Coverage Amount Option</b>	No coverage combination restrictions	Limited to 9 coverage amount combinations	N/A
<b>Claims Settlement</b>	Replacement Cost Value (RCV) for principal residences and Actual Cost Value for secondary residences (RCV for principal and secondary residences located in B, C or X zones)	Replacement Cost Value for principal residences and Actual Cost Value for secondary residences	Claims Settlement follows underlying policy
<b>Deductibles Options</b>	\$1,000 / \$2,000 / \$5,000 and \$10,000	SFHA: \$1,000 - \$10,000 Voluntary: \$1,000 / \$1,250	Underlying policy acts as the deductible
<b>Ground Collapse Coverage</b>	Yes	No	N/A
<b>Optional Coverages (where available)</b>	\$5,000 in Additional Living Expenses (ALE) and/or \$1,000 in Swimming Pool Cleanout	No	Sits over either an EZ Flood or an NFIP policy



A hand is shown holding a pocket watch against a solid blue background. The watch is silver with a white face and black numerals. The main dial has numbers 0, 1, 2, 3, 4, 5, 6, 7, 8, 9, and 10. A smaller sub-dial is located at the 6 o'clock position, with numbers 3, 6, 9, 12, 15, 18, 21, 24, 27, and 30. The word "Questions?" is written in large, white, sans-serif font across the center of the image, partially overlapping the watch and the hand.

# Questions?

**AonEdge**  
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# Flood insurance that works for you.



## Contracting

[aonedgecontracts@aon.com](mailto:aonedgecontracts@aon.com)



## Website

[aonedge.com](http://aonedge.com)



## Quoting and Policy Management

EZ Flood



## Claims

1-844-640-2522



## Customer Service

1-888-281-0684

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