To determine if your HOI has sufficient coverage and acceptable deductible limits follow the below steps. If you have questions regarding if your coverage is acceptable please provide this sheet with numbers completed with your question:

Coverage for All Loan types:

Option 1:

Coverage must be the HIGHER of:

-Loan Amount : $_____

-80% of the verified RCV: $_____

Option 2:

Coverage must be the HIGHER of:

-Insurance Provided RCV: $_____

-Appraisal Cost Estimate: $_____

Deductible Conventional loans:

-Maximum of 5% of coverage

Deductible FHA and VA loans:

-Maximum of the lower of 5% of coverage of $5000

Deductible USDA:

-Maximum must $1000 or 1% of value. If these are not options the insurer allows it must be the lowest deductibles allowed by the insurance provider with a maximum of $5000 or 5% of the coverage. Insurer must provide statement that the lowest deductibles allowed have been used if above the $1000/1%.

Notes: If any peril is specifically prohibited by the insurer including wind, hail, hurricane, and fire. If these perils have separate deductibles, they must meet the above requirements for deductible limits.