

MEMORANDUM



TO: MAYOR AND CITY COUNCIL
FROM: CHARLES BOULARD, COMMUNITY DEVELOP. D
SUBJECT: COMMUNITY FLOOD INSURANCE ASSESSMENT
DATE: SEPTEMBER 13, 2023

Mayor and Council –

Please see the following information as it pertains to our Flood Insurance Assessment per FEMA guidelines.

- Victor

Background:

The City of Novi is currently undergoing a 5-year review for the National Flood Insurance (NFIP) Program Community Rating System (CRS). Participation in this program allows property owners within the City of Novi to qualify for a discount on flood insurance through the NFIP. Reporting is required annually with an additional audit every five (5) years and includes verification of internal processes, mapping, and design requirements along with outreach and communications.

Properties in Novi currently qualify for a 5% discount for policies. The maximum discount available is 10%. This assessment is prepared to identify opportunities for encouraging additional coverage. Currently, 16 of 67 (24%) of potentially insurable structures within the SFHA have policies in force.

Details of the types and values of coverage broken out by occupancy and hazard zone are as follows:

Policies and Coverage by Property Type

Occupancy	Policies in Force	Premium	Premium per Policy	Insurance in Force
Single Family	21	\$8,506.00	\$405.05	\$5,945,000.00
2-4 Family	8	\$879.00	\$109.88	\$2,000,000.00
All other Residential	1	\$226.00	\$226.00	\$125,000.00
Non-Residential	7	\$7,414.00	\$1,059.14	\$4,875,000.00
Total	37	\$17,025.00	\$460.14	\$12,945,000.00

Policies and Coverage by Ownership Type

Ownership	Policies in Force	Premium	Premium per Policy	Insurance in Force
Condo	11	\$1,790.00	\$162.73	\$2,545,000.00
Non-Condo	26	\$15,235.00	\$585.96	\$10,400,000.00
Total	37	\$17,025.00	\$460.14	\$12,945,000.00

Policies and Coverage by Hazard Area

Insurance Zone	Policies in Force	Premium	Premium per Policy	Insurance in Force
AE Zones	15	\$6,297.00	\$419.80	\$5,520,000.00
A Zones	1	\$279.00	\$279.00	\$250,000.00
AO Zones	0	\$0.00	\$0.00	\$0.00
B, C & X Zones	21	\$10,449.00	\$497.57	\$7,175,000.00
Total	37	\$17,025.00	\$460.14	\$12,945,000.00

Please let me know if I can provide any additional information.