



## **HAZARD INSURANCE CHECKLIST**

*The following must be reflected and be accurate on the hazard dec page.*

### **BORROWER NAME(S)**

### **PROPERTY ADDRESS**

**DWELLING COVERAGE** – Has to be equal to or exceed the loan amount of cost to build new. Streamlines, cost to build new from the appraisal on previous loan or the insurance agent can provide cost new approach.

**MAX DEDUCTIBLE** - 5% of dwelling coverage

**EFFECTIVE DATE** – Must be current date or earlier

**EXPIRATION DATE** – Must be later than first payment date. **PURCHASE** policies must have 1 year coverage and the policy number. **REFINANCE** policies must be good through the first payment month (or) PRMG must collect the full premium upfront.

### **LOSS PAYEE**

- The Correspondent should be listed as the Loss Payee.

### **LOAN NUMBER**

**BLANKET POLICIES (CONDOS)** Must have at least 90 days left on the policy from current date. Anything less we need verification from the agency that it will be renewed.

**IF THE BLANKET POLICY (CONDOS) DOES NOT REFLECT HO6 “WALLS IN COVERAGE”**, borrower must provide a separate policy. This policy must be impounded on the FHA loans. The minimum coverage is the greater of 20% of the appraised value or 100% of the insurance replaced cost coverage for the interior and exterior of the condo.

**NON OWNER OCCUPIED** – Must reflect rent loss insurance. Minimum of 6 months PITI is required.