

113TH CONGRESS
2D SESSION

H. R. 4071

To amend the National Flood Insurance Act of 1968 to provide for flood insurance policies with higher deductibles and lower rates.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 21, 2014

Mr. SCHRADER (for himself and Mr. MARINO) introduced the following bill;
which was referred to the Committee on Financial Services

A BILL

To amend the National Flood Insurance Act of 1968 to provide for flood insurance policies with higher deductibles and lower rates.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Flood Insurance Flexi-
5 bility Act of 2014”.

6 **SEC. 2. OPTIONAL HIGH-DEDUCTIBLE POLICIES FOR CER-**
7 **TAIN PROPERTIES.**

8 Section 1306 of the National Flood Insurance Act of
9 1968 (42 U.S.C. 4013) is amended by adding at the end
10 the following new subsection:

1 “(d) OPTIONAL HIGH-DEDUCTIBLE POLICIES.—

2 “(1) OPTION.—The Administrator shall make
3 flood insurance coverage available for properties, at
4 the option of the insured, having premiums and
5 deductibles in the amounts provided under para-
6 graph (2).

7 “(2) HIGH-DEDUCTIBLES; RISK PREMIUM
8 RATE.—Flood insurance coverage made available
9 pursuant to this subsection for a property shall—

10 “(A) have an annual loss-deductible for
11 damage to the covered property in an amount
12 not less than \$10,000 (as such amount is ad-
13 justed for inflation to the nearest \$1,000 by the
14 Administrator, using such index as the Admin-
15 istrator determines is appropriate), and the Ad-
16 ministrator may make coverage available having
17 such higher loss-deductible amounts as the Ad-
18 ministrator considers feasible and appropriate;
19 and

20 “(B) subject to any other provision of this
21 Act, have a chargeable risk premium rate that,
22 as determined by the Administrator, accurately
23 reflects the current risk of flood to such prop-

1 erty and the deductible under such coverage
2 pursuant to subparagraph (A).”.

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