



Gallagher

Insurance | Risk Management | Consulting

# Flood insurance facts: What you need to know.

## Did you know?

Commercial property insurance oftentimes does not include flood coverage. Damage from flooding, including flooding caused by a hurricane-generated surge, typically is not covered under a standard commercial package policy (CPP) or business owners policy (BOP).

## National flood insurance policies (NFIPs)<sup>1</sup>:

### » NFIPs do NOT cover business interruption.

Private insurers can help you secure excess coverage that includes protection against business interruption.

### » NFIPs cover only one building per policy.

Standard national flood insurance policies cover only one building. To cover multiple buildings/structures on a commercial property, separate policies must exist for each, including its own flood insurance policy.

### » NFIPs provide only \$500,000 for the building and \$500,000 for its contents.

In cases where NFIP maximums are inadequate to meet your assets, excess flood coverage is available through private insurers. "Other Residential" buildings have a contents maximum of \$100,000.

### » NFIP coverage can only be purchased through an insurance professional.

You cannot buy it directly from the federal government.

## Gallagher's risk management solutions go beyond just flood insurance.

A direct loss policy might not be the best option for your business. Fortunately, Gallagher offers many solutions to help you better manage this emerging threat, like Flood Preferred (NFIP), Gallagher FloodAssure, Excess Flood and Private Market Flood. Our **CORE360**<sup>®</sup> approach to evaluating your risk management program focuses directly on your **coverage gaps** to identify and close any holes in your existing policies.



▶ **Contact Gallagher's flood specialists to calculate your risk and reduce exposure to flood-related loss.**



# 99%

of US counties have been impacted by a flooding event.<sup>2</sup>

# 146M

people are at risk for flooding this Spring:<sup>3</sup>  
6.4 million (moderate flooding)  
1.4 million (major flooding)

# 40%

of flood damage claims come from businesses located outside a high-risk area.<sup>4</sup>

### SOURCES

<sup>1</sup> <https://www.iii.org/article/does-my-business-need-flood-insurance>

<sup>2</sup> <https://www.fema.gov/data-visualization/historical-flood-risk-and-costs>

<sup>3</sup> <https://www.weather.gov/owp/2023NHA>

<sup>4</sup> <https://agents.floodsmart.gov/articles/six-reasons-businesses-need-flood-insurance>

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