



# Land Only Policy

November 2009

## Land Only Policy

Defined as, “a vacant, unimproved parcel of land”; can also be used for an improved parcel where the borrower is going to take down the existing structure in order to build in its place.

### No insurable structure on the property (bare/raw land)

- The Flood Determination is done stating whether any part of the entire property is touching a flood zone, even if a proposed building location might be outside of the flood zone
  - If Yes, we send the entire Flood Cert back as IN, and include the words “Land Only” in the comment section.
  - If No, we send it back as OUT, but include the Parcel number or legal description if there is no physical address assigned yet as well as include the words “Land Only” in the comment section.

**“The statutory requirements apply to improved real property - that is, land with a building on it, including a manufactured (mobile) home. Raw land is not insurable under the NFIP” - Mandatory Purchase guidelines: Page 27: (1) Land and Land Values Not Insurable**

