Figure 8. Insurance Eligibility Examples

Example 1

When the net settlement amount is equal to or exceeds the loss amount venified by FEMA or the amount of IHP assistance available to meet that need, FEMA determines the applicant's need has been met by insurance and will not provide assistance for that need.

Maximum Financial Housing Assistance: FEMA Verified Loss (FVL):	\$35,500 \$35,500
Gross Settlement:	\$50,000
Deductible:	- 5,000
Net Settlement:	\$45,000
FEMA Review	
FVL	\$35,500
Net Settlement	- 45,000
Not Eligible for Financial Housing Assistan	ce = (\$9,500)

\$35,500

= \$10,000

When the net settlement amount from insurance is less than the loss amount verified by FEMA the applicant may receive the difference up to the maximum amount of assistance available for that type of IHP assistance to meet that need.

	FEMA Verified Loss (FVL):	\$30,000
	Gross Settlement: Deductible:	\$25,000 - 5.000
Example 2	Net Settlement:	\$20,000
	FEMA Review	
	FVL	\$30,000
	Net Settlement	- 20,000

Maximum Financial Housing Assistance:

Eligible for Financial Housing Assistance

When the insured disaster-caused damage is less than the deductible, FEMA may provide assistance to help meet an applicant's needs.

Damages must affect the habitability of the primary residence to be eligible for IHP assistance.

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Maximum Financial Housing Assistance: FEMA Verified Loss (FVL):	\$35,500 \$2,500
Insurance Verified Loss:	\$3,000
Deductible:	- 5,000
Net Settlement:	\$0.00
FEMA Review	
FVL	\$2,500
Net Settlement	- 0.00
Eligible for Financial Housing Assistance	= \$2,500