



Certification Of Compliance With Insurance Requirements

New Hampshire Housing
PO Box 5087
Manchester, NH 03108

I, _____ certify that the insurance policy carried by
(Owner's Name)

_____ for _____,
(Insurance Company) (Name of Project)

_____ complies with the insurance requirements as stated in the Regulatory Agreement.
(City, State)

I agree that New Hampshire Housing assumes no liability in any form for our failure to have insurance in the amount or kind necessary to protect the mortgaged property.

Owner/Designee

Name

Title

Date

Please be sure to submit all pages of the form back to New Hampshire Housing.

The Mortgagor agrees that as of the date of NH Housing's purchase of the Mortgage Loan, it will obtain and keep in force such insurance as NH Housing may from time to time require. The owner must submit an annual Notification of Compliance Certification.

The specific insurance required by NH Housing is as follows:

- 1) A limit of property insurance shall be sufficient, except for deductible, to repair or replace the buildings, improvements or betterment to the buildings and contents.
- 2) The deductible clause may not exceed \$5,000 per loss on any policy or an acceptable alternative that NH Housing approves.
Alternate amount: \$ _____ Initials: _____
- 3) Loss of rents insurance equal to one year's rental income.
- 4) Property insurance must be written on a building special form on replacement cost basis satisfactory to NH Housing. An agreed amount provision is acceptable to the NH Housing.
- 5) When the Mortgagor becomes aware that the Mortgaged Property is exposed to any appreciable hazard against which the "Special Form" does not afford protection, the Mortgagor shall advise NH Housing of the nature of such hazard and the added coverage, if any, which should be obtained. In such event or in the event NH Housing becomes aware that the Mortgaged Property is exposed to any appreciable hazard against which the "Special Form" does not afford protection, NH Housing may require the Mortgagor to obtain such added coverage, in accordance with the terms of the Mortgage as NH Housing shall deem necessary or, if the Mortgagor fails to obtain such coverage, NH Housing may obtain the same and charge the premium therefore to the Mortgagor.
- 6) If there is a steam boiler or other pressurized vessel in operation in connection with the premises, boiler insurance is required and should provide a minimum of \$250,000 limit per accident per location.
- 7) Flood Insurance in the amount specified in the Housing Assistance Payments Contract, but not less than the amount specified below, must be provided if the Mortgaged Property is located in a community for which flood insurance has been made available under the provisions of the Flood Disaster Protection Act of 1973 and which is located in a designated special flood hazard area. Such flood insurance shall be in a form of the standard policy issued by a member of the National Flood Insurers Association or in the form of a policy which meets the criteria set forth in the guidelines published by the Flood Insurance Administration in the Federal Register on July 17, 1974. The minimum amount of flood insurance required is the lowest of the following:
 - a. the full replacement cost value of the building(s), improvements and contents secured by the Mortgagor;
 - b. the maximum amount of flood insurance available on the date the Mortgage was filed on record.
- 8) Comprehensive General Liability Insurance shall be provided and maintained with a combined single limit of at least \$1,000,000 per occurrence for bodily injury and property damage, personal and advertising injury \$1,000,000 each occurrence, fire damage liability \$50,000, medical expense limit \$5,000, and general aggregate \$2,000,000. Any proposed recommendations or exclusions beyond those found in the Comprehensive General Liability form must be acceptable and approved by NH Housing.
- 9) Worker's Compensation Insurance will be provided in accordance with the New Hampshire Compensation Act as amended. It must cover all owners' operations in the state.
- 10) General requirements shall apply to each and all policies required by NH Housing. Each policy will contain an endorsement stating that the policy will not be canceled, materially changed, or non-renewed without sixty (60) days' written notice before the effective renewal date. However, for nonpayment a ten (10) day notice is acceptable. All notices to be sent to: New Hampshire Housing, PO Box 5087, Manchester, New Hampshire 03108. All policies must be issued by companies licensed to do business in the state of New Hampshire or by companies not so licensed but which have been approved by the New Hampshire Commissioner of Insurance as Surplus Line Insurers. Policies will include NH Housing as Mortgagee. The owner shall require property management firms and contractors which it may employ to provide and maintain insurance in types and amounts necessary to not relieve the owner of any obligation to hold harmless the NH Housing or its representatives from or against any or all claims asserted by any person or persons arising out of or in connection with the Mortgaged Property. NH Housing may in its sole opinion require the owner to furnish additional insurance at the owner's expense for any other hazards involved in work, which in the opinion of NH Housing at any time during the mortgage period appears to present a special hazard which requires special insurance. NH Housing reserves the right to increase scope and coverage limits of insurance if in the opinion of NH Housing such coverage is necessary. All insurance policies or binders are required to be in effect prior to any commencement of operations of the Mortgaged.
- 11) Any Property Management Firm must provide evidence of Comprehensive General Liability Insurance, Worker's Compensation Insurance, Automobile Liability Insurance at limits equal to at least \$1,000,000. It is recommended that Bonds for dishonest acts be obtained, as well as coverage for burglary, robbery or theft of monies and securities. Automobile Liability coverage should be obtained with a single limit of at least \$1,000,000 and should apply with respect to all owned, non-owned or hire vehicles.

DISCLAIMER

Note: These insurance requirements are the minimum requirements set by the NH Housing to protect the NH Housing's interest in the property. NH Housing make no representation that the above insurance requirements will meet the requirements of the Mortgagor and the Mortgagor is urged to consult with its own agent or insurance advisor with respect to what insurance coverage is needed to protect the owner's interest. NH Housing assumes no liability in any form for failure to have insurance in the amount or kind necessary to protect the Mortgagor.