

Multifamily Selling and Servicing Guide

Effective as of November 4, 2025

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501.02I Regional Perils Insurance

▼ Requirements

You must ensure:

if a Property is in an area prone to geological phenomena, the property insurance coverage includes those phenomena; and

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■ the coverage equals 100% of the Insurable Value.

Guidance

Examples of geological phenomena include

- sinkhole,
- mine subsidence,
- volcanic eruption, and
- avalanche.



Glossary

I

Insurable Value

For any Property, the estimate of the maximum dollar amount needed to replace, repair, or reproduce the Property, but excluding any land value.

Synonyms

Insurable Values

P

Property

Multifamily residential real estate securing the Mortgage Loan, including the

- fee simple or Leasehold interest,
- Improvements, and
- personal property (per the Uniform Commercial Code).

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Synonyms

- Properties
- Property's