



**FEMA**

W-08052

August 19, 2008

**MEMORANDUM FOR:** Write Your Own (WYO) Company Principal Coordinators,  
NFIP Servicing Agent, and Independent Adjusting Firms

**FROM:** WYO Clearinghouse

**SUBJECT:** NFIP Adjuster Fee Schedule – 2008 Revision

David I. Maurstad, the Federal Insurance Administrator, has approved revisions to the Adjuster Fee Schedule affecting Allocated Loss Adjustment Expense payments (including claims involving Group Flood Policies) to Independent Adjusting Firms hired by the Write Your Own Companies and the NFIP Servicing Agent. Please note that four of the ranges have been compressed to two ranges.

There are no changes to the separate Increased Cost of Compliance (ICC) fee schedule.

The new Adjuster Fee Schedule will be effective for dates of loss on or after September 1, 2008. Please distribute this information to the appropriate personnel in your organization.

Attachments

cc: Vendors, IBHS, FIPNC, Government Technical Representative

Suggested Routing: Accounting, Data Processing, Claims, Marketing

## NFIP Fee Schedule

For Claims with Dates of Loss on or after September 1, 2008

<b>Claim Range</b>	<b>Fee</b>
Erroneous Assignment	\$70.00
Closed Without Payment (CWOP)	275.00
.01 - \$1,000.00	375.00
1,000.01 – 5,000.00	600.00
5,000.01 – 10,000.00	800.00
10,000.01 – 15,000.00	925.00
15,000.01 – 25,000.00	1,025.00
25,000.01 – 35,000.00	1,175.00
35,000.01 – 50,000.00	1,400.00
50,000.01 – 100,000.00	3% but not less than \$1,600
100,000.01 – 250,000.00	2.3%, but not less than \$3,000
250,000.01 and up	2.1%, but not less than \$5,750

Note: Based on Gross Loss

Gross loss shall mean the agreed cost to repair before application of depreciation, deductible, or other limiting clauses or conditions.

For the purpose of this schedule, should the loss exceed the available coverage, gross loss shall mean the total amount of coverage available.

If the claim involves salvage “buy-back,” gross loss shall mean the amount of the claim before the salvage value is deducted.

The Closed Without Payment (CWOP) fee should only be paid after an adjuster site visit, with accompanying photos, and completion of the required forms.

The NFIP reserves the right to withhold compensation on adjustment work that is deemed:

- 1) Not to comply with NFIP’s standards; or
- 2) Improperly prepared, thereby requiring the claim to be substantially readjusted; or
- 3) Not timely adjusted, thereby requiring reassignment.

**Increased Cost of Compliance (ICC) Fee Schedule – Allocated LAE**  
(Used for ICC Claims with Dates of Loss of September 1, 2004, and Later)

<b>Claim Range</b>	<b>Fee</b>
Erroneous Assignment	\$60.00
Closed Without Payment (CWOP)	225.00
.01 - \$1,000.00	300.00
1,000.01 – 2,500.00	425.00
2,500.01 – 5,000.00	500.00
5,000.01 – 7,500.00	575.00
7,500.01 – 10,000.00	650.00
10,000.01 – 15,000.00	750.00
15,000.01 – 25,000.00	850.00
25,000.01 – 30,000.00	1,000.00

Upon FEMA request, WYO company must provide supporting detail for the reported expense.