

**AMENDMENT TO H.R. 5114, AS REPORTED
OFFERED BY MR. SCHOCK OF ILLINOIS**

Page 15, lines 21 and 22, strike "subsection" and insert "subsections".

Page 17, line 3, strike the quotation marks and the last period.

Page 17, after line 3, insert the following:

1 “(h) RATES FOR INSURANCE PURCHASED FOR
2 NEWLY MAPPED PROPERTIES DURING NON-MANDATORY
3 PURCHASE PERIOD.—

4 “(1) IN GENERAL.—Notwithstanding any other
5 provision of law relating to chargeable risk premium
6 rates for flood insurance coverage under this title, if
7 such coverage is purchased for a covered property
8 (as such term is defined in paragraph (2)) during
9 the 5-year period referred to in section 102(i) of the
10 Flood Disaster Protection Act of 1973 with respect
11 to such area, except as provided in paragraph (3),
12 the chargeable premium rate for such coverage, and
13 for any coverage renewed or purchased at any time
14 thereafter for such property, shall be—

1 “(A) if such coverage is first purchased
2 during the first year of such 5-year period, 20
3 percent of the chargeable risk premium rate
4 otherwise applicable under this title to the prop-
5 erty;

6 “(B) if such coverage is first purchased
7 during the second year of such 5-year period,
8 40 percent of the chargeable risk premium rate
9 otherwise applicable under this title to the prop-
10 erty;

11 “(C) if such coverage is first purchased
12 during the third year of such 5-year period, 60
13 percent of the chargeable risk premium rate
14 otherwise applicable under this title to the prop-
15 erty;

16 “(D) if such coverage is first purchased
17 during the fourth year of such 5-year period, 80
18 percent of the chargeable risk premium rate
19 otherwise applicable under this title to the prop-
20 erty; and

21 “(E) for the fifth year of such 5-year pe-
22 riod, 100 percent of the chargeable risk pre-
23 mium rate otherwise applicable under this title
24 to the property.

1 “(2) COVERED PROPERTIES.—For purposes of
2 this subsection, the term ‘covered property’ means a
3 property that—

4 “(A) is located within any area that was
5 not previously designated as an area having
6 special flood hazards and that, pursuant to any
7 issuance, revision, updating, or other change in
8 flood insurance maps that takes effect on or
9 after September 8, 2008, becomes designated as
10 such an area; and

11 “(B) is owned at the time flood insurance
12 coverage under this title is first purchased for
13 the property at chargeable premium rates pro-
14 vided under paragraph (1) by a person who
15 owned or was residing in the property upon the
16 date of the enactment of the Flood Insurance
17 Reform Priorities Act of 2010.

18 “(3) TERMINATION OF INCENTIVE RATES UPON
19 TRANSFER OF PROPERTY OUT OF FAMILY.—If at
20 any time a covered property for which flood insur-
21 ance coverage is made available at rates pursuant to
22 paragraph (1) is sold or otherwise transferred to an
23 owner who is not a member of the household or fam-
24 ily of the owner referred to in paragraph (2)(B), as
25 defined by regulations issued by the Director, the

1 chargeable premium rate for such coverage shall be
2 determined under this title without regard to this
3 subsection”.

Page 19, line 15, strike “(h)” and insert “(i)”.

