

Condominium Insurance Warranty

BORROWER NAME _____

CO-BORROWER NAME _____

NAME OF ASSOCIATION

ASSOCIATION PHONE NUMBER (_____) _____

1. Does the condominium association maintain a “master” or “blanket” type of insurance policy with premiums being paid as a common expense? Yes No

2. Does the policy protect against loss or damage from fire or other hazards covered by standard extended endorsements? Yes No

3. Does the policy cover all of the general and limited common elements? Yes No

If the answer to questions 1, 2, or 3 was no, the property is not eligible for City of Madison financing.

4. Does the master or blanket policy also cover interior walls, fixtures and equipment, inside the individual units (i.e. plumbing, electrical, cabinets, etc)? Yes No

If No, an individual certificate of hazard insurance naming the City of Madison as mortgagee and a receipt for payment of first year’s premium must be attached.

The insurance certificate must show adequate dwelling coverage as described in the Madison American Dream Downpayment Underwriting Guidelines. Adequate dwelling coverage is the lesser of 100% of the insurable value of the improvements, as established by the property insurer, and provides for claims to be settled on a replacement basis **OR** the unpaid principal balance of the mortgage.

The Condo Association Declaration Page and this Condominium Insurance Warranty must be forwarded to the City of Madison Community Development Office 5 business days before closing.

Signature of Loan Officer

Date