

While [homeowner's insurance cost](#) is always a major factor, there are other important things to look at as you purchase your first policy. In fact, many insurance and real estate professionals state that focusing only on [homeowner's insurance cost](#) can cause trouble if a major disaster strikes and property insurance is to be relied upon for reimbursement. Let's look at steps you can take to avoid future issues.

Get Enough Homeowners Insurance

INSURANCE CLAIM FORM

Failure to complete this form in its entirety may result in a delay in processing this claim.

FILING CLAIM FOR (check all that apply):
☒ Injury With Disability
☐ Accidental Injury Only

Accident Number: 11-11-11-1
Policy Number: 55-55-55-55
Short-Term Disability: 44-44-44-44
Long-Term Disability: 55-55-55-55
Medical Expenses: 44-44-44-44
Disaster Insurance: 55-55-55-55
Life Insurance: 55-55-55-55
Special Health Event: 55-55-55-55

INSTRUCTIONS:

- Complete Section A: Policyholder Information.
- Have your doctor complete Physician's Statement.
- If you are filing for disability, have your employer complete Section C: Employer's Disability Statement.
- Be sure to sign your claim form at the bottom of page 1.

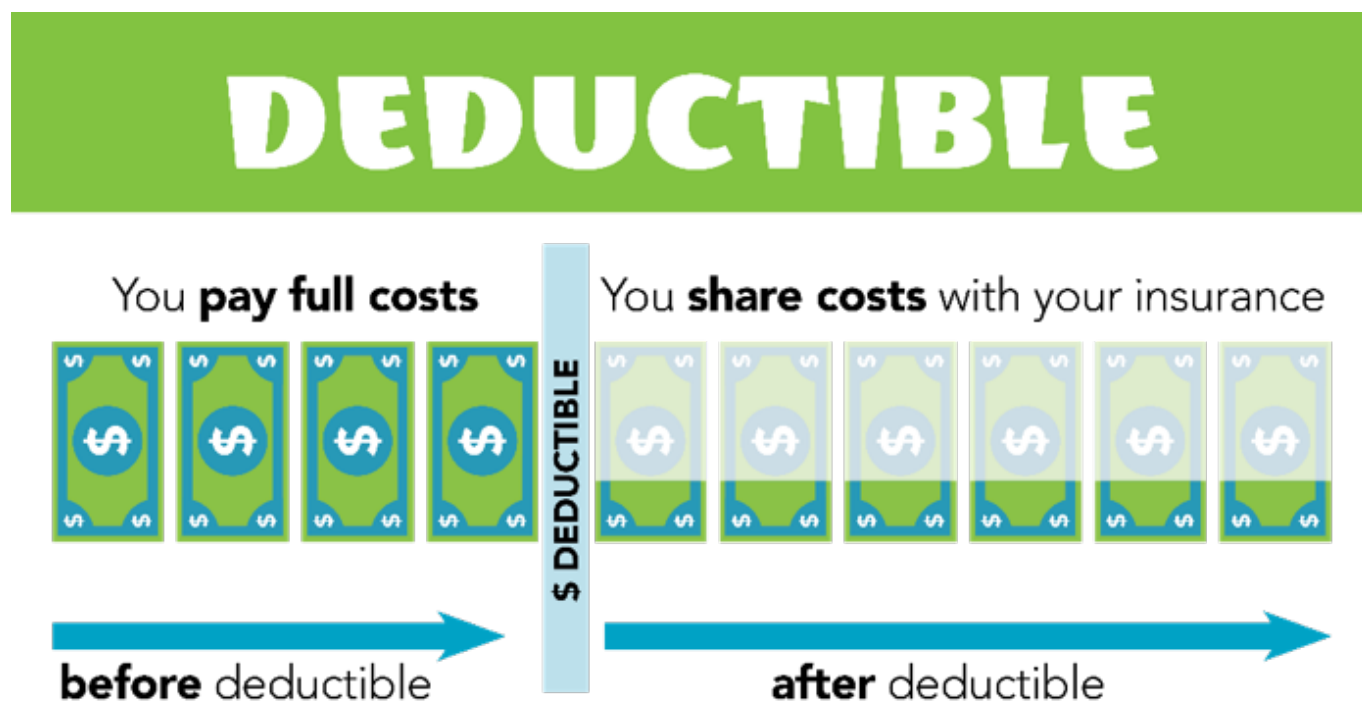
ADDITIONAL NOTES:

- Submit all bills related to this claim such as ambulance, follow-up visits, physical therapy, etc. All bills should be itemized and should include the diagnosis, services rendered and charges for the service.
- If you were treated in the emergency room, send us a copy of the emergency room report.
- If you require a copy of your hospital bill that lists the number of days confined.
- We require a copy of your hospital bill that lists the number of days confined.
- Send a copy of your intensive care unit, please send a copy of your hospital bill that shows charges and the number of days you spent in the intensive care unit.
- If confined to an intensive care unit, please send a copy of your hospital bill that shows charges and the number of days you spent in the intensive care unit.
- Your intensive care claim cannot be processed without the hospital bill.
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PATIENT INFORMATION
POLICYHOLDER'S INFORMATION

Being [underinsured](#) is a big problem. If you insure your home for \$200,000 but it costs more than that amount to restore everything to pre-disaster status, you can find yourself with a costly problem. Work with your agent make sure that your home is totally covered for replacement cost. Sometimes the extra premium amount to do this is minimal, but if construction costs have risen since you first bought your insurance, a hurricane, tornado or fire can present you with a big bill to restore your premises, even after insurance has paid its share.

Deductibles: What Does That Really Mean?



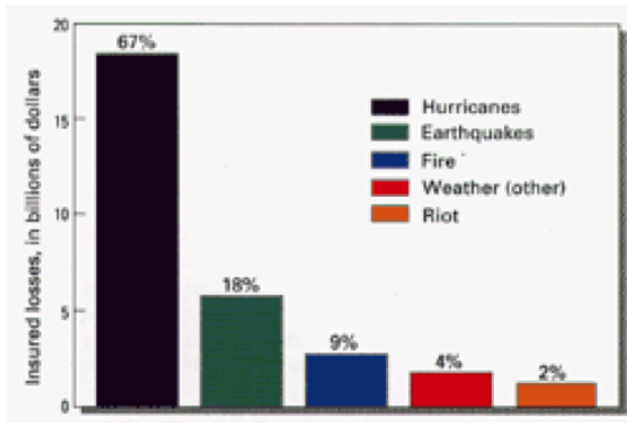
Your [deductible](#) is the amount of money you have to pay toward a claim before your insurance kicks in. Simply, if you have \$5000 in roof damage due to a covered peril like hail, but you have a \$1000 deductible, your insurance will pay only \$4000 and you're stuck with the rest of the bill.

Furthermore, deductibles used to be expressed in monetary terms like \$250, \$500, or \$1000. Now, it is more common for deductible limits that are equal to a percentage of your home's value. So, on a \$300,000 home, a tiny-looking one percent deductible amount would actually be a whopping \$3000.

Discounts on Homeowners Insurance Cost

Do check for discounts since the [combination of auto and homeowner's policies](#) can get you a great break on homeowner's insurance cost. There are also discounts available for fire protection, security systems, [remote security solutions](#), and even wind-resistant shutters in some areas.

Customization of Your Policy



The flood damage experts at [BMS CAT](#) told us that, “there are some policies in some areas that do not cover every peril like floods. In fact, true flood damage is usually not covered, so if you live in a flood-prone area, you may be able to purchase FEMA [flood insurance](#), although this isn’t cheap.” Also, watch out for stingy insurance company history. Sometimes insurance companies fight about water entering a home. They may consider it an uninsured flood event, while you may maintain that the water was wind-driven rain. Check with your agent on this.

Video for Proof

Finally, take a video of all of your belongings and upload the files to a cloud-based server. That way, your record of exactly what you own will be preserved. Also, make sure you disclose special possessions like jewelry and musical instruments as these may have to be “scheduled,” or you may even have to buy a separate personal articles policy in order to ensure coverage.

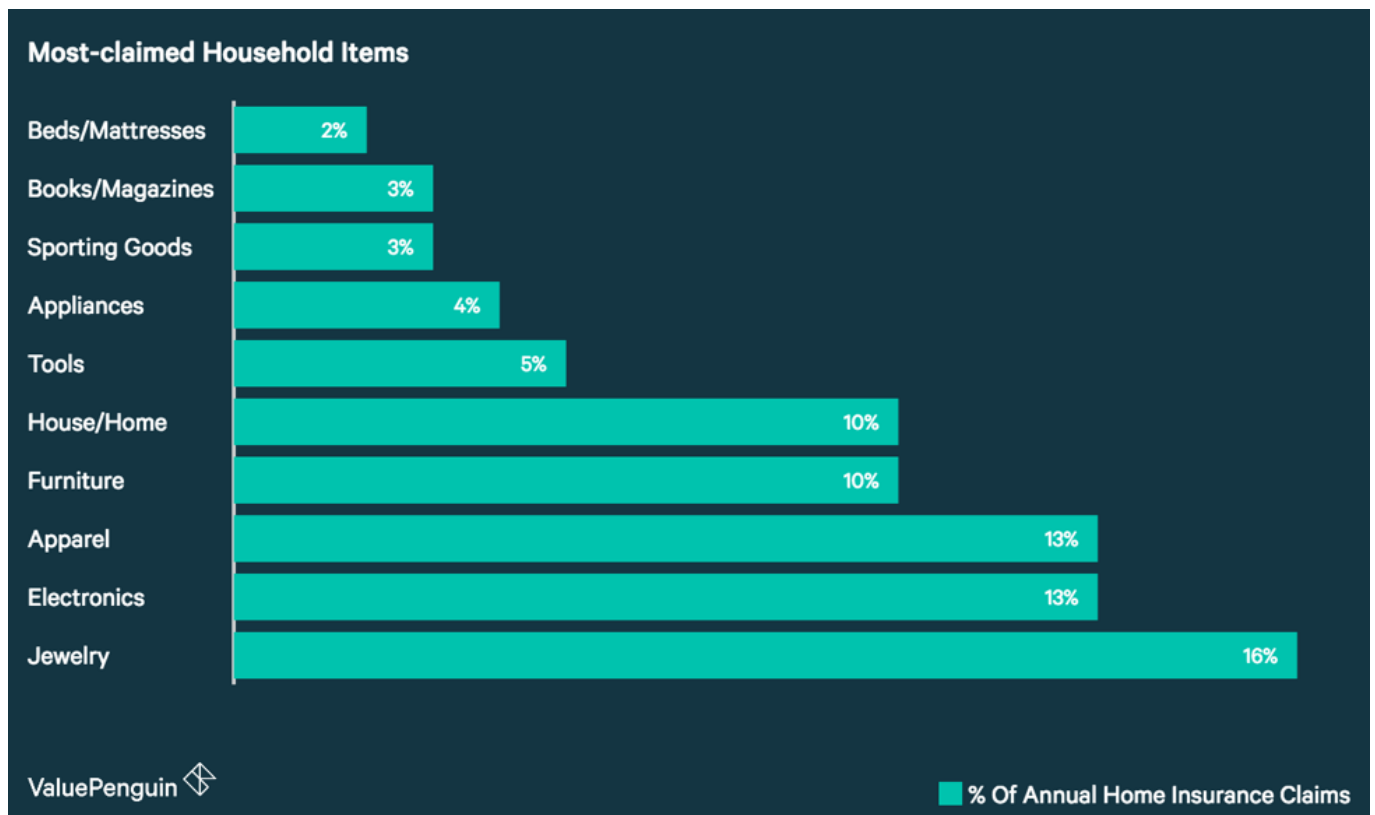


Image source: [ValuePenguin](https://www.valuepenguin.com/home-insurance/most-claimed-household-items)

If you thought that your days of carefully vetting documents were over when your purchase offer was accepted, think again, personal finance is more complicated than that. Your [homeowner's insurance](#) policy is your lifeline to security, so remember to spend time choosing the proper policy, and don't base your decision totally on homeowner's insurance cost. Also, be sure to read up on the [best personal finance books](#), so that you know exactly what you're reading!

As always, [feel free to contact us with any questions!](#)