



Texas FAIR Plan Policyholder,

Changes to Deductible Options for Homeowners' Policies

We want to let you know about a change to Texas FAIR Plan Association (TFPA) deductible options that may apply to you at your next renewal.

Beginning July 1, 2026, TFPA is updating wind and hail deductible options.

What's changing

- The 1% wind and hail deductible will no longer be available.
- **If your current policy includes a 1% wind and hail deductible, it will automatically change to 2% at renewal.**
- TFPA will allow separate (split) deductibles, so your wind and hail deductible can be different than your all other perils deductible.

Available deductible options

- Wind and hail deductibles: 2%, 3%, 4%, or 5%
- All other perils deductibles: 1%, 2%, 3%, 4%, or 5%

When this may apply to you

These changes do not apply to your current policy. These changes apply to TFPA Homeowners policies with an effective date on or after July 1, 2026.

What to consider

- Your insurance agent can help you choose the deductible option that is appropriate for your needs.
- In the event you file a claim, deductibles are calculated as a percentage of your coverage limit (the limit of liability), not the cost to repair damage. For example, for a 5% deductible on a \$250,000 home, you would be responsible for paying \$12,500.
- TFPA will only pay for covered loss or damage that exceeds the deductible amount shown on the Declarations page in your policy.

If you have questions about these updates or would like to make changes, consider reaching out to your agent before your policy renewal date.

Texas FAIR Plan Association

www.texasfairplan.org