

# DISCUSSION PAPERS IN ECONOMICS

Working Paper No. 01-05

Market Failure in Information:  
The National Flood Insurance Program

James Chivers

*Department of Economics, University of Colorado at Boulder  
Boulder, Colorado*

Nicholas Flores

*Department of Economics, University of Colorado at Boulder  
Boulder, Colorado*

May 2001

Center for Economic Analysis  
Department of Economics

□

University of Colorado at Boulder  
Boulder, Colorado 80309

© 2001 James Chivers, Nicholas Flores

# **Market Failure in Information: The National Flood Insurance Program**

## **I. Economic Efficiency and NFIP**

## **II. Property Values and the Flood Risk Discount**

---

*et al.*







#### **IV. Information and Economic Efficiency**











## VII. References

\_\_\_\_\_ 51

\_\_\_\_\_ 8

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_ 66