

[Date]

[Policyholder Name]

[Business Name]

[Mailing Address]

[City, State, Zip Code]

RE: Notice of Policy Renewal and Inflation Guard Adjustment

Policy Number: [Policy Number]

Expiration Date: [Current Expiration Date]

Dear [Policyholder Name],

Thank you for choosing [Insurance Agency/Company Name] for your business insurance needs. Your Business Owner's Policy (BOP) is scheduled for renewal on [Renewal Date].

To ensure that your business remains fully protected against rising construction costs and economic changes, your policy includes an **Inflation Guard** provision. This feature automatically adjusts your property coverage limits to reflect current market replacement costs.

Summary of Coverage Adjustments:

- Current Building/Property Limit: \$[Amount]
- New Renewal Building/Property Limit: \$[Amount]
- Inflation Adjustment Percentage: [Percentage]%

These adjustments help prevent "underinsurance" in the event of a total loss. While these updates may result in a modest change to your premium, they ensure you have the necessary funds to rebuild or repair your property at today's prices.

Your renewal declarations page and invoice are enclosed. Please review these documents carefully to ensure all information is accurate.

If you have made significant upgrades to your property or would like to discuss your coverage limits further, please contact us at [Phone Number] or [Email Address].

Sincerely,

[Agent Name/Name of Representative]

[Company Name]