

[Date]

[Policyholder Name]

[Address Line 1]

[Address Line 2]

[City, State, Zip Code]

**Subject: Notice of Renewal and Premium Adjustment - Policy #[Policy Number]**

Dear [Policyholder Name],

We are writing to inform you that your insurance policy is scheduled for renewal on [Renewal Date].

To ensure your coverage keeps pace with rising costs, your policy includes an **Inflation Guard** feature. This feature automatically adjusts your coverage limits based on current economic trends and construction costs. As a result, your [Coverage Type, e.g., Dwelling] limit has been increased from \$[Old Limit] to \$[New Limit].

Due to this increase in protection, as well as general adjustments in insurance rates, your new premium for the upcoming term will be \$[New Premium Amount].

**Summary of Changes:**

- Current Premium: \$[Old Premium]
- New Premium: \$[New Premium]
- Inflation Guard Adjustment: [Percentage]% increase in coverage
- Effective Date: [Renewal Date]

No action is required if you wish to accept these changes. Your new policy documents and invoice are attached for your review. If you have questions or would like to discuss your coverage options, please contact your agent at [Phone Number] or [Email Address].

Thank you for choosing [Company Name] for your insurance needs.

Sincerely,

[Name/Department]

[Company Name]