

[Date]

[Policyholder Name]

[Address Line 1]

[Address Line 2]

Subject: Notice of Workers' Compensation Premium Adjustment

Dear [Policyholder Name],

This letter is to inform you of an increase in your Workers' Compensation insurance premium for the upcoming policy period effective [Date]. Your new premium amount will be \$[Amount].

Several factors have contributed to this adjustment, including:

- **Experience Modification Rate (MOD) Changes:** Adjustments based on your business's recent claims history compared to industry averages.
- **Payroll Fluctuations:** Changes in total company payroll, headcount, or employee classifications.
- **State Rate Changes:** Adjustments to base rates approved by the state regulatory authorities.
- **Industry Trends:** General increases in medical costs and legal expenses within the insurance sector.

We remain committed to providing you with the necessary coverage to protect your employees and your business. We recommend reviewing your current safety protocols to help mitigate future claims and potentially lower your MOD rate over time.

If you have any questions regarding these changes or would like to discuss your policy in detail, please contact your account representative at [Phone Number] or [Email Address].

Sincerely,

[Your Name]

[Your Title]

[Company Name]