

[Company Letterhead/Logo]

[Date]

[Policyholder Name]

[Mailing Address]

[City, State, Zip Code]

RE: Notice of State-Mandated Premium Increase

Policy Number: [Policy Number]

Property Address: [Insured Property Address]

Dear [Policyholder Name],

This letter serves as formal notification regarding a change in the premium for your commercial property insurance policy. Effective [Effective Date], your premium will increase by [Percentage/Amount].

This adjustment is a direct result of state-mandated changes. Specifically, this increase is attributed to:

- [Name of State Legislation/Regulation/Surcharge]
- [Brief description of the mandate, e.g., State FAIR Plan assessment, catastrophic fund adjustment, or revised fire marshal fees]

Please note that this increase is required by law and is not a result of your specific claims history or a change in your individual risk profile. This amount will be reflected in your upcoming billing statement dated [Date].

If you have questions regarding how this state mandate impacts your overall coverage or if you would like to discuss payment options, please contact your agent at [Agent Phone Number] or our customer service department at [Customer Service Number].

Thank you for your continued business.

Sincerely,

[Name of Authorized Representative]

[Title]

[Insurance Company Name]