

[Your Name]
[Your Address]
[City, State, Zip Code]
[Your Phone Number]
[Your Email Address]

[Date]

[Adjuster's Name]
[Insurance Company Name]
[Insurance Company Address]
[City, State, Zip Code]

RE: NOTICE OF BAD FAITH AND SETTLEMENT DEMAND

Claim Number: [Claim Number]
Policy Number: [Policy Number]
Date of Loss: [Date of Loss]
Property Location: [Address of Damaged Property]

Dear [Adjuster Name or Insurance Company],

This letter serves as a formal demand for the full and fair settlement of my property damage claim. To date, [Insurance Company Name] has failed to act in good faith regarding the evaluation and payment of this claim.

Specifically, the company has engaged in the following conduct:

- [List specific action: e.g., Unreasonable delay in processing the claim]
- [List specific action: e.g., Failure to conduct a thorough and objective investigation]
- [List specific action: e.g., Undervaluation of the actual cost of repairs/replacement]
- [List specific action: e.g., Failure to provide a reasonable explanation for the denial of coverage]

Under the terms of my policy and state law, [Insurance Company Name] has an implied duty of good faith and fair dealing. Your current handling of this claim constitutes a breach of that duty, causing me unnecessary financial hardship and stress.

Settlement Demand:

To resolve this matter without further legal action, I demand the total sum of \$[Total Amount], which represents:

- \$[Amount] for the undisputed property damage repairs.
- \$[Amount] for additional living expenses/consequential damages.
- \$[Amount] for interest and statutory penalties for delay.

I expect a written response to this demand within [Number, e.g., 10] business days. Failure to settle this claim for the requested amount will leave me no choice but to pursue all available legal remedies, including filing a formal complaint with the State Department of Insurance and initiating a bad faith lawsuit to recover full damages, attorney fees, and punitive damages.

I look forward to your prompt response.

Sincerely,

[Your Signature]

[Your Printed Name]