

[Date]

[Insured Name]

[Address Line 1]

[City, State, Zip Code]

Re: Coverage Advisory - Equipment Breakdown Endorsement Addition

Dear [Insured Name],

We are writing to you following your recent claim regarding [Brief Description of Loss/Equipment].

While reviewing your current policy, [Policy Number], we noted that your coverage did not include an Equipment Breakdown Endorsement. As we discussed, standard property insurance often excludes damage caused by mechanical breakdown, electrical arcing, or pressure vessel failure.

To help prevent future out-of-pocket expenses for similar incidents, we have added the **Equipment Breakdown Endorsement** to your policy, effective [Date].

What this endorsement covers:

- Mechanical breakdown of motors and engines.
- Electrical short circuits or power surges.
- Boiler and pressure vessel explosions.
- Business interruption losses resulting from equipment failure.

Please review the attached endorsement page for specific limits and deductibles. This addition ensures that your critical systems-including HVAC, electrical panels, and specialized machinery-are better protected moving forward.

If you have any questions regarding this change or your updated premium, please contact our office at [Phone Number] or [Email Address].

Sincerely,

[Agent Name]

[Agency Name]