

[Date]

[Policyholder Name]

[Address Line 1]

[City, State, Zip Code]

Re: Building Ordinance or Law Coverage Option - Policy Number: [Policy Number]

Dear [Policyholder Name],

When reviewing your property insurance policy, it is important to consider how local building codes and ordinances may affect your costs after a loss. Standard insurance policies typically pay to repair or replace a building as it existed before the damage. However, they often do not cover the additional costs required to bring a building up to current safety and construction codes.

We are pleased to offer the **Ordinance or Law Coverage Endorsement**, which provides protection for the following:

- **Coverage A:** Loss to the undamaged portion of the building that must be demolished due to local building codes.
- **Coverage B:** The cost to demolish and clear the site of the undamaged portion of the building.
- **Coverage C:** The increased cost to repair or reconstruct the building in compliance with current building ordinances or laws.

Please select one of the following options:

I ACCEPT the Ordinance or Law Coverage endorsement. Please contact me with a quote for the following limits: [Insert Limits].

I DECLINE this coverage at this time and understand that any costs associated with building code compliance will be my responsibility.

If you have any questions regarding how this coverage applies to your specific property, please contact our office at [Phone Number].

Sincerely,

[Agent Name]

[Agency Name]

Policyholder Signature: _____

Date: _____