

# Business Interrupted

## The 5 Steps to Calculate Your Business Interruption Coverage

Business interruption occurs when an insured suffers a loss or damage to physical property (real and/or personal) by a covered cause of loss, and a loss of earnings or suspension of operations ensues.

In the event of a claim, take these steps to calculate your coverage.

1

**REVIEW** the insurance policy to make sure the peril is covered.



2



**CONFIRM** there is no potential for makeup of lost income. If not, the BI loss must then be measured.

3

**DETERMINE** the period of restoration. This is the time in which the damage to real and personal property can be repaired or replaced and/or the insured's business is restored.



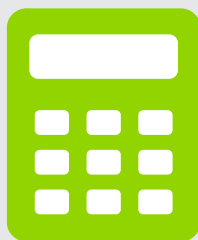
4



**MEASURE** the business interruption loss. Using several variables, estimate the revenue stream that was lost or impacted by the event.

5

**APPLY** the deductible, whether a dollar amount or time period, to determine the net BI loss.



For more information, please see white paper:

[Business Interrupted](#)

Understanding How Business Interruption is Measured and Coverage is Applied

