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