

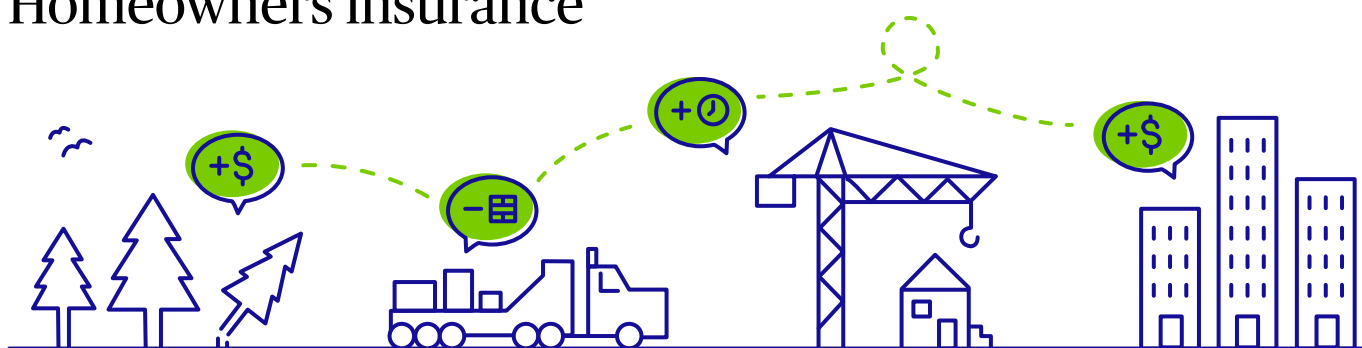


How Inflation Factors Impact Your Insurance

With current inflation rates at near-40-year highs, prices are higher - in some instances, a lot higher - than they were just a few years ago.

Because consumer goods are more expensive, it costs more to repair or replace those goods, driving up the price of claims and, therefore, insurance.

Homeowners insurance



36%
increase

in building material prices since May 2021 to May 2022.¹

90%
of builders

reported a shortage of appliances, framing lumber and engineered wood as of June 2021.²

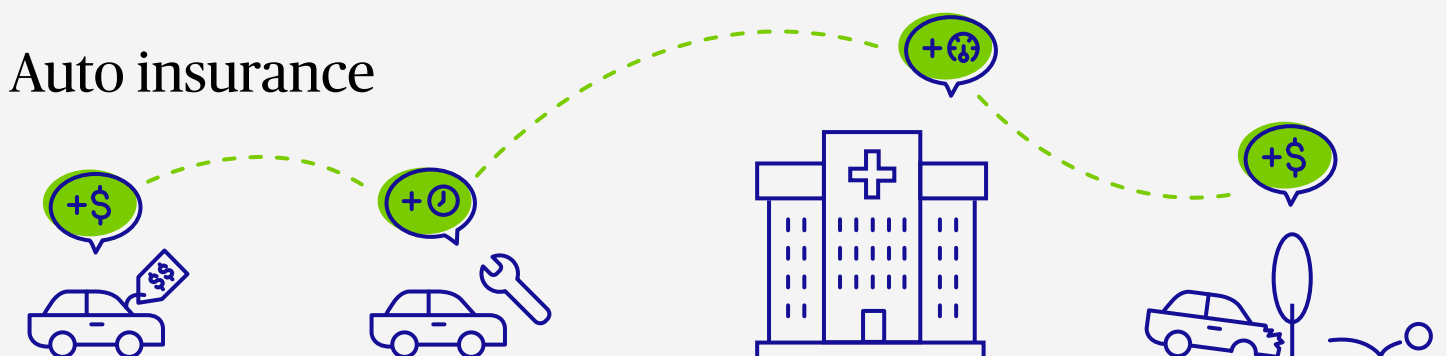
8
months

or longer to build a new home in 2022 compared to 4 to 6 ½ months before the pandemic.³

14%
increase

in average monthly rent from June 2021 to June 2022, which impacts cost of additional living expenses.⁴

Auto insurance



25%
higher

average new car prices and 41% higher used car prices from 2019 to 2021, due to supply chain shortages.⁵

15%
increase

in length of car rentals due to extended repair times in 2021 compared to 2019.⁶

10%
more

U.S. traffic fatalities per year since 2020 (as of June 2021), with distracted driving and excessive speeding on the rise from pre-pandemic times.⁷

20-year
high

in costs associated with physical damage insurance claims to vehicles during Q4 2021 and Q1/Q2 2022.⁸

Make sure you have the right coverage

Contact your insurance agent or broker to review your policy and make sure you have the right insurance for your circumstances.



1. Source: Producer Price Index Report
2. Source: National Association of Home Builders
3. Source: USA Today
4. Source: Refin
5. Source: Kelly Blue Book
6. Source: Chubb Data
7. Source: National Highway Traffic Safety Administration, Axios
8. Source: Insurance Information Institute