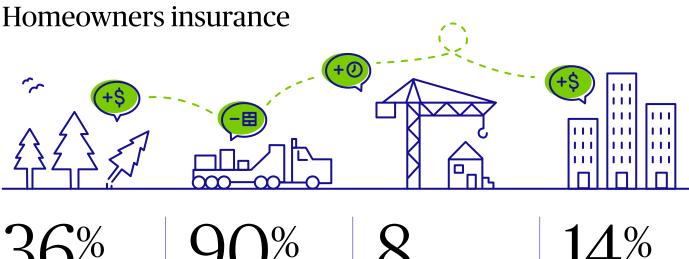
#### CHUBB

## 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.



# increase

in building material prices since May 2021 to May  $2022^{1}$ 



reported a shortage of appliances, framing lumber and engineered wood as of June 2021.<sup>2</sup>



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



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

### Auto insurance







### 25% higher

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



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



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

## vear 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.



- 4. <u>Source: Refin</u> 5. <u>Source: Kelly Blue Book</u>
- <u>Source: Chubb Data</u>
  <u>Source: National Highway Traffic Safety Administration, Axios</u>
- 8. Source: Insurance Information Institute

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 <sup>&</sup>lt;u>Source: Producer Price Index Report</u>
 <u>Source: National Association of Home Builders</u>

Source: USA Today