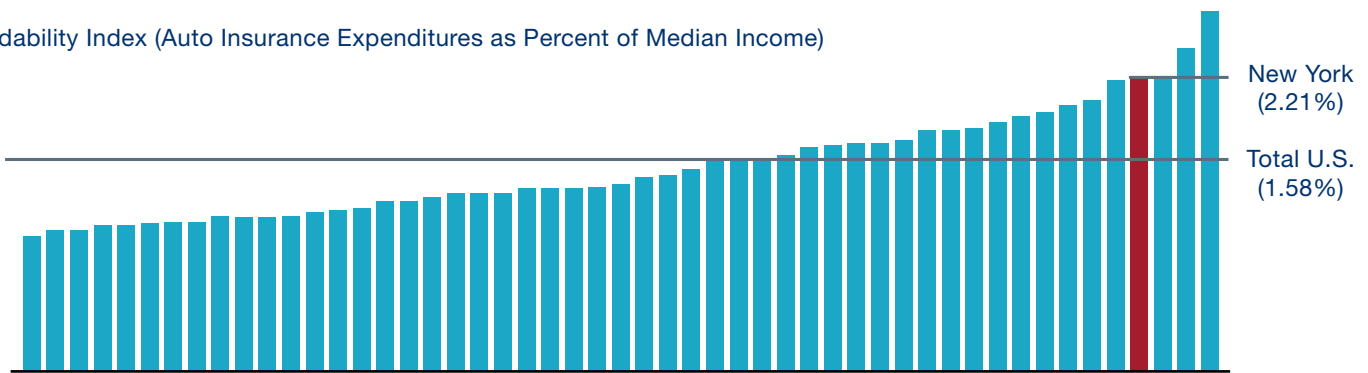


# Auto Insurance Affordability: Cost Drivers in New York

The report is part of a larger body of IRC research examining the issue of affordability by identifying the key underlying cost drivers. The specific factors driving high insurance claim costs can vary from state to state. In New York, the key factors are high claim frequency, high medical utilization fueling claim severity, and above average attorney involvement and litigation. A culture of fraud is a continuing problem.

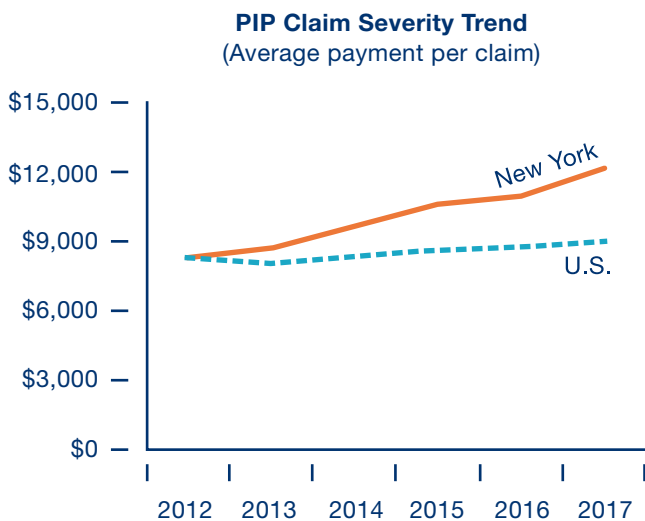
## New York's Rank Among Least Affordable States for Auto Insurance:

Affordability Index (Auto Insurance Expenditures as Percent of Median Income)



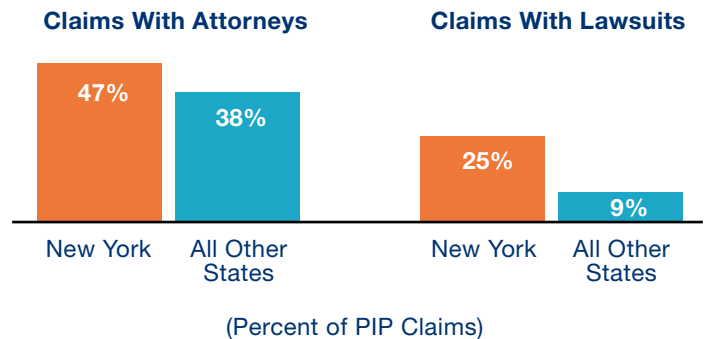
Based on 2013–2016 data. Only Louisiana and Florida showed higher affordability indices

## No-fault claim payments in New York are larger and increasing faster:



The average cost of a PIP claim in New York was more than \$12,000 in 2017, 35 percent above the countrywide average. From 2012 to 2017, costs in New York grew 8 percent annualized, compared with 2 percent countrywide.

## Attorney involvement remains high:



## Medical utilization is above average:

