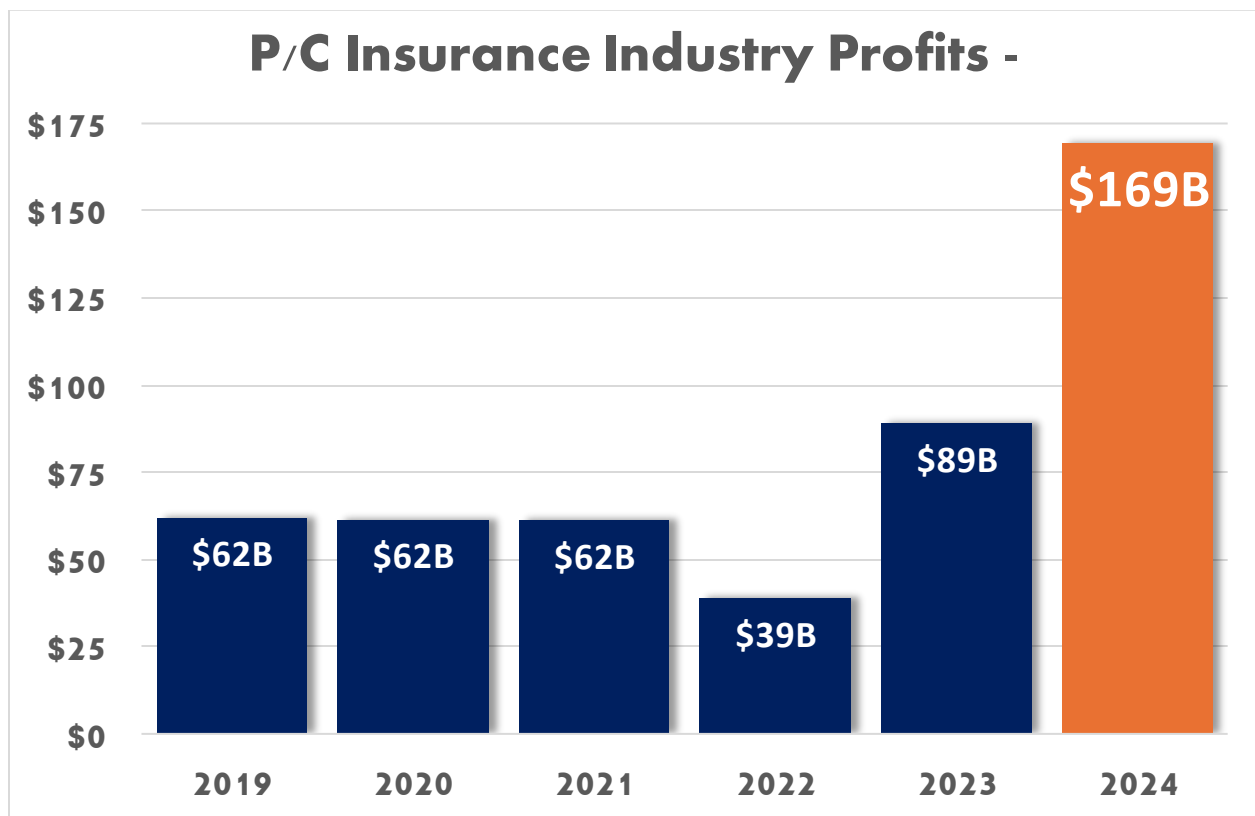


The Insurance Industry is Quietly Making Record Profits

According to AM Best, property casualty insurers made a record \$169 billion in profit in 2024—even as they raised prices and pushed for laws to avoid paying more claims, all while claiming the industry was in trouble.¹

The \$169 billion profit amounted to a 90% increase from the previous year and a 333% increase from 2022.



These record profits were made in a year in which insurers raised auto insurance rates by an average of 26%, with some states seeing increases of more than 40%.² Insurers also raised homeowners insurance rates by double digits.³ Overall premiums collected by property/casualty insurance companies totaled more than \$1 trillion per year for the first time.

Full Results

	2022	2023	2024
Direct Premiums Written	\$834B	\$920B	\$1T
Underwriting Income (Loss)	(\$26B)	(\$21B)	\$23B
Surplus	\$954B	\$1,014B	\$1,084B
Net Investment Income	\$70B	\$70B	\$85B
NET INCOME	\$44B	\$89B	\$169B

¹ First Look: 2024 US Property/Casualty Financial Results, AM Best, March 18, 2025; Viewpoint: As Insurance Losses Outpace Premiums, State Regulators Play a Critical Role, Insurance Journal, November 26, 2024.

² The average cost of car insurance rose more than 25% in 2024, CNBC, October 31, 2024.

³ US homeowners rates rise by double digits for 2nd straight year in 2024, S&P Global, January 21, 2025.