



Spotlight On Justice



Insurance Industry Profits Through the Roof!

The property/casualty insurance industry is systematically overcharging consumers leading to record profits, according to the Consumer Federation of America (CFA).

Insurer overcharges over the last four years amount to an average of \$870 per household.

Said J. Robert Hunter, the Director of Insurance for CFA:

A major reason why insurers have reported record-high profits and low losses in recent years is that they have been methodically overcharging consumers, cutting back on coverage, underpaying claims, and getting taxpayers to pick up some of the tab for risks the insurers should cover.



Source:

J. Robert Hunter, *Property/Casualty Insurance In 2008: Overpriced Insurance and Underpaid Claims Result in Unjustified Profits, Padded Reserves, and Excessive Capitalization*, Consumer Federation of America, January 10, 2008, www.consumerfed.org/pdfs/2008Insurance_White_Paper.pdf.

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