

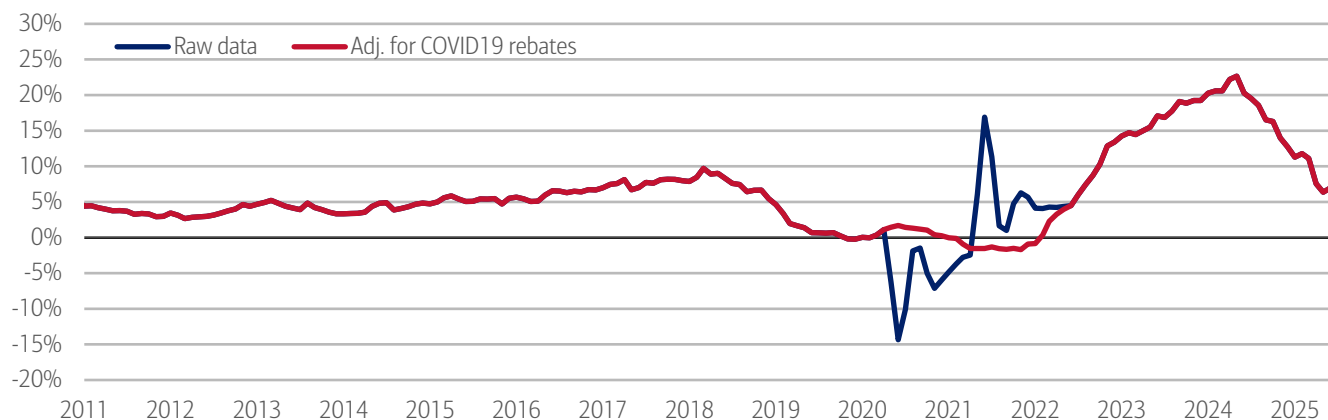
Institute Daily Insights

Auto insurance price growth loses traction

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The surge in auto insurance prices beginning in 4Q21 and lasting into 2Q24 represents a tailwind that is materially outside of “normal expectations”

US Consumer Price Index (CPI) for personal motor vehicle insurance from 2011 through June 2025 (% YoY)



Source: US Bureau of Labor Statistics, BofA Global Research

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Broad inflation pushed auto insurance prices higher starting in late 2021, with costs up nearly 49% between October 2021 and April 2024 – the steepest climb since the mid-1970s. But after going full throttle until its peak, auto insurance price growth appears to have run out of gas. Growth has now decelerated – up just 6% over the past year and flat since February 2025.

For more on this topic, explore Bank of America Institute’s publication, [Insurance: Climbing coverage costs cut into consumer budgets](#).

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