

AOB Reform Makes Pocket Sense

Due to litigation and rising claims costs, Florida homeowners will be forced to pay more and more to insure their homes over the coming years. Assignment of Benefits (AOB) fraud and abuse is a significant contributor to these rising costs. It also often leaves homeowners unable to control when and how their home is repaired and on the hook for uncovered repairs.

\$150,000
Home**

2016 Average Premiums

Broward	\$2,192
Dade	\$2,678
Palm Beach	\$2,022

Estimated Average Premiums Without AOB Reform

County	2017	2018*	2019*	2020*	2021*	2022*
Broward	\$2,390	\$2,629	\$2,892	\$3,182	\$3,500	\$3,850
Dade	\$2,926	\$3,219	\$3,540	\$3,894	\$4,284	\$4,712
Palm Beach	\$2,210	\$2,431	\$2,674	\$2,941	\$3,236	\$3,559

Florida can protect homeowners by enacting sensible AOB reforms that will lessen rate increases for homeowners and help shield them from unscrupulous contractors and lawyers seeking to enrich themselves at their expense.

Data based on typical homeowners multiperil policies in force 12/31/15.

*Anticipated. **Average home replacement cost.

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