

The Future Is Uninsured

“1.5°C of global warming is extremely risky, with the chance of triggering multiple climate tipping points and multi-meter sea level rise, which may be irreversible” ...

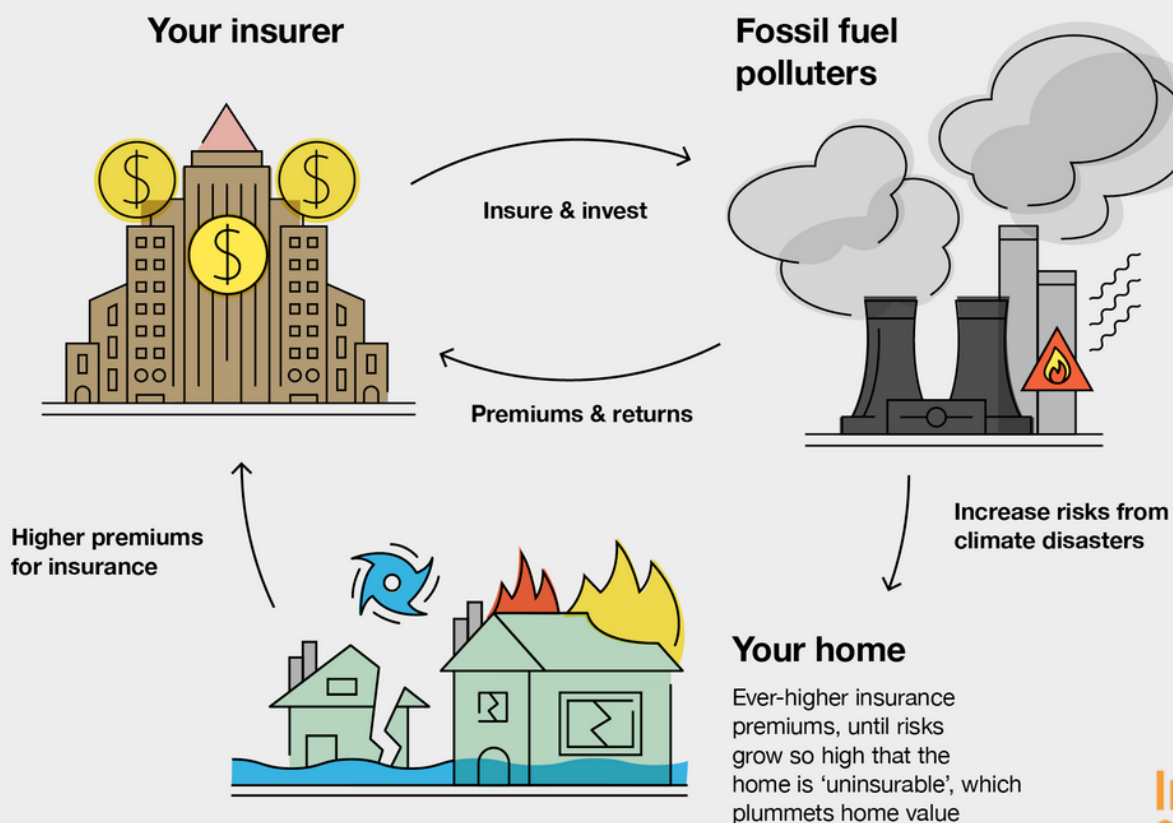
“1.5°C should be viewed similar to a ruin scenario for society – a level we must not exceed.”

- Institute and Faculty of Actuaries and Climate Crisis Advisory Group, 2022

Insurers can drive decarbonization, but are losing the test of time

- **47** insurers have undertaken coal exit and exclusion policies.¹
- **18** have announced more limited restrictions to oil and gas underwriting.²
- **0** insurers have stopped supporting all fossil fuel expansion.
- **0** insurers have demonstrated credible action and targets in line with 1.5°C.
- Since 2017, insured losses from extreme weather have topped **\$100B**, more than double the average of the previous five years.³
- Insurers earned **\$21B** in underwriting premiums from fossil fuels in 2022.⁴
- U.S. insurers have **\$536B** invested in fossil fuels.⁵
- Insurers have begun to withdraw coverage of climate risks, offloading costs.

The Vicious Cycle Of Uninsurability Is Harming Families Rich & Poor



Insure Our Future - California Can Lead

Stop Underwriting Deadly Fossil Expansion and Make Polluters Pay

- **CA homeowners could lose \$10-32B** in home value from 100,000 non-renewals.
- Twelve major insurers have restricted climate-related risk coverage in California: **AIG, AllState, Berkshire Hathaway, Chubb, Farmers (Zurich), Liberty Mutual, Nationwide, State Farm, The Hartford, Travelers, Tokio Marine, & USAA**
- The ‘**Dirty Dozen**’ insurers exacerbate climate risks with **\$113B** of investments in and **\$3.6B** in annual underwriting income from fossil fuels collectively.
- **Polluters and their enablers should pick up soaring climate costs, not families.** Lawmakers and regulators have a responsibility to mandate and enforce this.

Major insurers, while underwriting & investing in fossil fuels, are restricting climate risk cover and offloading rising costs to families, small & medium-sized businesses, and taxpayers

Insurer	State(s) facing withdrawal and/or restriction of cover	Climate-related reason cited	Who is financially impacted	Est. annual premiums from insuring fossil fuels (\$ Millions)	Est. fossil fuel investments (\$ Billions)	CEO's recent annual compensation (\$ Millions)
AIG	California, Colorado, Delaware, Florida, Idaho, Montana, New York, Wyoming	Floods, Wildfires	Affluent homeowners in 200 zip codes	\$550M	\$24.2B	Peter Zaffino: \$75M
Allstate	California	Wildfires	Homeowners, condo-owners, commercial property owners	—	\$7.5B	Tom Wilson; \$15M
AmGuard (owned by Berkshire Hathaway)	California	Wildfires	Up to 50,000 homeowners to be dropped from Nov 2023	\$350M (B.H.)	\$20.9B (B.H.)	Warren Buffett (B.H.); \$0.4M
Chubb	California	Wildfires	Affluent homeowners	\$700M	\$3.0B	Evan Greenberg; \$25.2M
Farmers (owned by Zurich)	California; Florida	Wildfires; Hurricanes	Homeowners	\$600M (Zurich)	\$1.9B (Farmers and Zurich)	Raul Vargas (Farmers); Unknown Mario Greco (Zurich); \$10.2M
Liberty Mutual	California	Wildfires	Homeowners, small & mid-sized businesses	\$500M	\$2.3B	Tim Sweeney; \$6.7M
State Farm	California; Hawaii	Wildfires	Homeowners, condo-owners, commercial property owners	—	\$30.9B	Michael Tipsord; \$24.4M
Tokio Marine	California	Wildfires	Homeowners	\$475M	—	Satoru Komiya; \$0.9M
Small insurers	Florida, Louisiana, Texas (incl. insolvencies)	Hurricanes	Homeowners, businesses, taxpayers	—	—	—

Data consolidated from publicly available information and commissioned research via Insuramore.

Withdrawals and/or restrictions of cover represent announced policies in 2022-23 and are not meant to be comprehensive.



Insure Our Future demands that insurers stop enabling fossil fuel expansion, rapidly decarbonize & align with a credible 1.5°C pathway, respect human rights, and explore legal pathways to recover costs from fossil fuel polluters instead of families.

References

1. Insurance Company Fossil Fuel Underwriting Overview:
<https://docs.google.com/document/d/1B1zuUw6s4Gye6fyNV7cQxhVkwv7IY16z/edit#>
2. Insurance Company Fossil Fuel Underwriting Overview:
<https://docs.google.com/document/d/1B1zuUw6s4Gye6fyNV7cQxhVkwv7IY16z/edit#>
3. Natural Catastrophe and Climate Report 2023:
<https://www.ajg.com/gallagher/-/media/files/gallagher/gallagher/news-and-insights/2024/january/natural-catastrophe-and-climate-report-2023.pdf>
4. Commissioned research from Insuramore, see the Scorecard on Insurance, Fossil Fuels and the Climate Emergency for more information:
<https://insure-our-future.com/scorecard/>
5. Insurers invested \$536B in fossil fuel interests — analysis:
<https://www.eenews.net/articles/insurers-invested-536b-in-fossil-fuel-interests-analysis/>

For more information and references, please read the full analysis: us.insure-our-future.com/californias-dirty-dozen