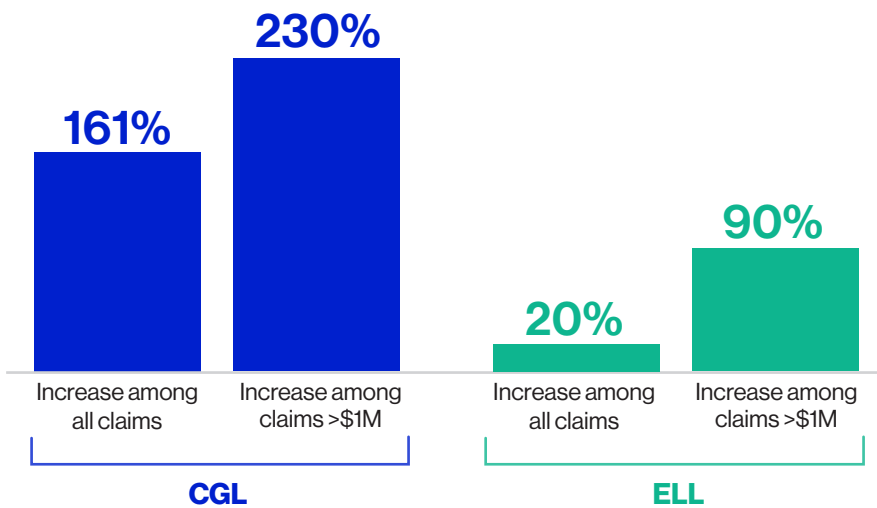


The Rising Cost of Claims: By the Numbers

United Educators (UE), like other insurance companies, has been affected by issues of social inflation and other societal factors that are drastically increasing the cost of claims. Educational institutions are facing rising jury awards across all liability lines.

UE Members' Primary General Liability (CGL) and Educators Legal Liability (ELL) Claims

Average 2019 to 2023 Loss Trends

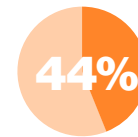


Sexual Misconduct

Excluding employment-related harassment and high-profile claims related to mass serial abusers, UE saw sexual misconduct claims:



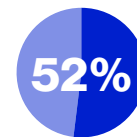
Grow **3x faster** than all other claims types over the last 15 years



Comprise **44%** of total incurred GL losses between 2019 and 2023

Defense Costs

The charts below identify the portion of claims costs attributable to legal defense from 2021 to 2023.



CGL



ELL

Members partnering with UE on claims resolution and ensuring the appointment of defense counsel that is the right fit can help mitigate the rising cost of legal defense.

Increase in Large Losses by Incurred Dollar Value From 2019 to 2023

↑ 231%
CGL

231% increase in **total incurred for CGL losses** over \$1 million

↑ 92%
ELL

92% increase in **total incurred for ELL losses** over \$1 million

↑ 35%
Excess General Liability (GLX)

35% increase in **total incurred for GLX losses** over \$5 million