2022 BROADBAND PRICING INDEX: Broadband Prices Drop While Value Increases

Despite overall price inflation that has occurred in the U.S. marketplace over the past year, the latest <u>Broadband Pricing Index (BPI) report</u> reveals continued significant price reductions for both the most popular and highest-speed broadband internet service.

KEY FINDINGS:

Broadband Pricing Ran Counter to Significant Overall Inflation in the Past Year

- The price of providers' most popular broadband speed tier (BPI-Consumer Choice) dropped by 14.7% from 2021-2022
- Providers' fastest speed tier option (Real BPI-Speed) dropped in price by 11.6% from 2021-2022
- In contrast, the cost of overall goods and services rose by 8% from 2021-2022

Historical Analysis Shows Real Broadband Prices Have Been **Cut in Half** from Seven Years Ago

- Real BPI-Consumer Choice tier prices dropped by
 44.6% from 2015-2022
- Real BPI-Speed tier prices dropped by 52.7% from 2015-2022

The Consumer Value of Broadband Service Has Never Been Higher

- Providers have increased the speeds of their broadband offerings and dropped prices for that service. Overall customer value shows a dramatic improvement over the past seven years.
- The real cost per megabit of both the most popular and fastest service offerings have dropped by around **75%** since 2015.

Download speeds for the most popular tier have increased

127.7% Since 2015. **BPI-Consumer Choice** compares providers' most *popular* speed tier of broadband service in a given year to its most comparable 2022 service.

BPI-Speed compares providers' fastest speed tier option in a given year to the comparable plan in 2022.

Real BPI is price adjusted for inflation.





