

December 31, 2020 - Annual Statement

Iowa Company Number: 0001

Adair County Mutual Insurance Association

Marcia Kralik

P. O. Box 210, 168 Public Square

Greenfield IA 50849

DECEMBER 31, 2020

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					2,696,692
INCOME - INCREASES IN LEDGER ASSETS						
PREMIUMS						
	(1)	(2)	(3)	(4)		
	Direct Premiums	Reinsurance Premiums Assumed	Specific Reinsurance Premiums Ceded	Net Premiums (1+2-3=4)		
2.	Fire	\$824,429	\$0	\$824,429		
3.	Windstorm	740,123	0	740,123		
4.	Crop Hail	0				
5.	Homeowners assumed	xxxxxxxxxx	0	0		
6.	Totals	\$1,564,552	\$0	\$1,564,552		
7.	Aggregate excess loss reinsurance paid			514,710		
8.	Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)					\$1,049,842
9.	Net interest received on bonds			58,068		
10.	Increase in adjustment of bonds	\$ 781	, less			
		\$ 4,951	decrease in adjustment of bonds	(4,170)		
11.	Dividends received			14,795		
12.	Interest received on bank deposits (schedule C-2, column 7)			0		
13.	Interest received on mortgage loans (schedule D, column 6)			0		
14.	Other interest			0		
15.	Profit on sale of investment			70,511		
16.	Rents received*			7,800		
17.	Total income from investments (items 9 through 16)					\$147,004
18.	Borrowed money			0		
19.	Premiums collected for other companies (less refunds)			174,317		
20.	Checks charged off			0		
21.	Increase in ledger liabilities			1,724		
22.	Underwriting expense reimbursement			0		
23.	Federal income tax refund			0		
24.	Miscellaneous income			3		
25.	Crop Hail Contingency Commission			0		
26.						
27.	Total (items 18 through 26)					\$176,044
28.	Total income (items 8, 17, and 27)					\$1,372,890
29.	Total assets and income (item 1 plus item 28)					\$4,069,582

*Includes \$1,200 For association's occupancy of its own buildings

DECEMBER 31, 2020

1.	Amount brought forward from line 29, page 2.....										\$4,069,582
DISBURSEMENTS - DECREASES IN LEDGER ASSETS											
		(1)	(2)	(3)	(4)						
		Direct	Reinsurance	Specific Reinsurance	Net Losses Paid						
		Losses	Assumed	Recovered	(1+2-3-4)						
2.	Fire	\$365,245		\$0	\$365,245						
3.	Windstorm	73,524		0	73,524						
4.	Crop Hail			0							
5.	Homeowners Assumed	xxxxxxxxxxxxxx	0		0						
6.	Totals	\$438,769	\$0	\$0	\$438,769						
7.	Received from aggregate excess loss reinsurance				121,607						
8.	Total of all net losses (line 6, col. 4 - line 7 = line 8)										\$317,162
OPERATING EXPENSE											
9.	Loss Adjustment Expenses				42,170						
10.	Commissions				248,604						
11.	Advertising				10,765						
12.	Boards, bureaus and associations				8,651						
13.	Inspection and loss prevention				21,699						
14.	Salaries of officers				65,000						
15.	Expenses of officers				972						
16.	Salaries of office employees				98,710						
17.	Employee welfare				37,100						
18.	Insurance				16,480						
19.	Directors' compensation				6,050						
20.	Directors' expenses				1,144						
21.	Rent and rent items				1,200						
22.	Equipment				40,559						
23.	Printing, stationery and supplies				7,151						
24.	Postage and telephone				8,346						
25.	Legal and auditing				23,280						
26.	State insurance taxes	March 1		0							
		June 1	8,010	August 15	8,126						16,136
27.	Insurance Division licenses and fees				552						
28.	Payroll taxes				17,453						
29.	All other taxes (excluding Federal income)				183						
30.	Real estate expenses				7,567						
31.	Real estate taxes				1,861						
32.	Interest on borrowed money				5,020						
33.	Miscellaneous				18,440						
	a. Annual meeting expense				5,094						
	b. Travel expenses				38						
	c. Data processing				734						
	d. Donations				1,538						
34.	Agency expense reimbursement				(66,000)						
35.	Total operating expense (items 9 through 34)										\$646,497
NON-OPERATING EXPENSE											
36.	Borrowed money repaid				33,500						
37.	Depreciation on real estate				4,544						
38.	Loss on sale of investments				12,243						
39.	Federal income tax	Prior year	0	Current year	0						0
40.	Premium collections transmitted to other companies				143,657						
41.	Commissions paid agents for other companies				0						
42.	Decrease in ledger liabilities				0						
43.											
44.	Total non-operating expense (items 36 through 43)										\$193,944
45.	Total disbursements (items 8, 35 and 44)										\$1,157,603
46.	Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4										\$2,911,979

ASSETS - DECEMBER 31, 2020

	(1) Ledger Assets	(2) Non-ledger including excess of market (or amortized) over book value	(3) Assets not admitted including excess of book over market or amortized values	(4) Current Year Net Admitted Assets (1+2-3=4)	(5) Prior Year Net Admitted Assets
1. Bonds (schedule A - part 1)	\$1,729,459		0	\$1,729,459	\$1,822,192
2. Stocks (schedule A - part 2)	648,238	1,226,112	20,000	1,854,350	1,729,587
3. Bank Balances					
3.1 Subject to check (C-1)	252,949			252,949	45,186
3.2 On interest (C-2)	0			0	0
4. Mortgage loans (schedule D)					
4.1 First liens				0	0
4.2 Other than first				0	0
5. Collateral loans (schedule E)				0	0
6. Real estate (schedule F)	33,561			33,561	38,105
7. Cash in office	200			200	200
8. Unpaid Premiums					
8.1 Due before November 1	(274)		(274)	xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
8.2 Due after November 1	247,846		246,858	988	302
9. Bills receivable				xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
10. Agents' balances				0	0
11. Reinsurance receivable on paid losses	0	0		0	0
12. Accrued interest	xxxxxxxxxxxxxxxxxxxx	14,590		14,590	15,091
13. Accrued rent due	xxxxxxxxxxxxxxxxxxxx			0	0
14. Equipment and furniture	0		0	xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
15. Supplies				xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
16. Automobiles	0		0	xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
17. Cash surrender value of life ins	0			0	0
18. Federal income tax recoverable		0	0	0	0
19. Electronic data processing equipment	0		0	0	0
20. Contingency Receivable	0	15,441	0	15,441	0
21. Investment Receivable	0	0	0	0	0
22. Totals	\$2,911,979	\$1,256,143	\$266,584	\$3,901,538	\$3,650,663

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$41,760	
2.	Unpaid claims (incurred but not reported)	5,000	
3.	Total unpaid losses	46,760	
4.	Less: reinsurance recoverable on unpaid losses	0	
5.	Net unpaid claims	\$46,760	\$16,105
6.	Unpaid adjusting expenses	3,292	3,292
7.	Ceded reinsurance balances payable	42,890	42,895
8.	Unpaid salaries and commissions	52,413	45,880
9.	Borrowed money	0	33,500
10.	Interest due on borrowed money	0	4,668
11.	Amounts withheld for the account of others	5,002	4,078
12.	Taxes payable: Real Estate	1,718	2,004
	Federal Income	0	0
	Premium	(606)	(116)
	Other	0	0
13.	Other unpaid expenses	4,988	4,438
14.	Premiums collected for other companies - not remitted	10,809	9,953
15.	Premiums received in advance	20,549	27,238
*16.	Unearned premium reserve	504,386	522,100
17.	Service Fees and Employee Benefits Payable		
18.	Miscellaneous Liabilities		
19.	Total liabilities	\$692,201	\$716,035
20.	Surplus	\$3,209,337	\$2,934,628
21.	Total liabilities and surplus	\$3,901,538	\$3,650,663

(line 21 must agree with line 22, column 4, page 4)

* Method of calculation: Actual; Daily Pro-Rata

HISTORICAL INFORMATION

	2020	2019	2018	2017	2016
Gross Premium					
Fire	824,429	849,559	856,349	919,987	924,853
Windstorm	740,123	775,637	780,732	818,984	855,125
Crop Hail	0	0	0	0	0
Total	1,564,552	1,625,196	1,637,081	1,738,971	1,779,978
Net Premiums Written					
Fire	824,429	849,559	856,021	919,708	924,583
Windstorm	740,123	775,637	780,404	818,705	854,855
Crop Hail	0	0	0	0	0
Total	1,564,552	1,625,196	1,636,425	1,738,413	1,779,438
Total Net of Agg	1,049,842	1,108,675	1,102,212	1,219,956	1,278,597
Gross Losses Paid					
Fire	365,245	281,542	458,695	396,849	505,365
Windstorm	73,524	228,726	719,939	301,498	114,950
Crop Hail	0	0	0	0	0
Total	438,769	510,268	1,178,634	698,347	620,315
Net Losses Paid					
Fire	365,245	281,542	458,695	396,849	505,365
Windstorm	73,524	228,726	719,939	301,498	114,950
Crop Hail	0	0	0	0	0
Total	438,769	510,268	1,178,634	698,347	620,315
Total Net of Agg	317,162	507,517	965,042	663,210	520,451
Loss Percentage (Direct)					
Fire Losses/Fire Prem	44.30%	33.14%	53.56%	43.14%	54.64%
Windstorm Losses/Windstorm Prem	9.93%	29.49%	92.21%	36.81%	13.44%
Crop Hail Losses/Crop Hail Prem	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	28.04%	31.40%	72.00%	40.16%	34.85%
Loss Percentage (Net)					
Fire Losses/Fire Prem	44.30%	33.14%	53.58%	43.15%	54.66%
Windstorm Losses/Windstorm Prem	9.93%	29.49%	92.25%	36.83%	13.45%
Crop Hail Losses/Crop Hail Prem	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	28.04%	31.40%	72.02%	40.17%	34.86%
Total Net Agg Losses/Total Net Agg Prem	30.21%	45.78%	87.56%	54.36%	40.70%
Balance Sheet Items					
Total Admitted Assets	3,901,538	3,650,663	3,606,143	3,769,873	3,598,459
Liabilities	692,201	716,035	905,213	726,053	802,016
Surplus	3,209,337	2,934,628	2,700,930	3,043,820	2,796,443
Bonds	1,729,459	1,822,192	1,912,567	1,879,800	1,793,623
Stocks	1,854,350	1,729,587	1,551,146	1,765,822	1,575,736
Real Estate	33,561	38,105	42,648	47,191	51,734
Unpaid Premium (line 8.1)	0	0	0	0	0
Unpaid Premium (line 8.2)	988	302	3,029	3,076	2,674
Agents' Balances	0	0	0	0	0
Unearned Premium	504,386	522,100	525,932	577,775	595,313
Balance Sheet Percentages					
Bonds/Admitted Assets	44.33%	49.91%	53.04%	49.86%	49.84%
Stocks/Admitted Assets	47.53%	47.38%	43.01%	46.84%	43.79%
Real Estate/Admitted Assets	0.86%	1.04%	1.18%	1.25%	1.44%
Unpaid Prem (line 8.2)/Admitted Assets	0.03%	0.01%	0.08%	0.08%	0.07%
Agents' Balances/Admitted Assets	0.00%	0.00%	0.00%	0.00%	0.00%
Income/Disbursement Items					
Total Income	1,372,890	1,433,915	1,701,228	1,513,349	1,574,287
Total Disbursements	1,157,603	1,504,683	1,845,970	1,477,823	1,409,047
Operating Expense	646,497	619,377	654,517	652,034	728,693
Commissions	248,604	226,584	255,043	240,883	292,272
Investment Income	147,004	143,917	127,463	104,274	95,494
Salaries (lines 14-17)	201,782	215,128	218,358	212,907	209,266
Other					
Gross Risk in Force	377,609,935	371,528,257	362,331,092	364,786,402	379,556,898
Number of Policies	1,238	1,306	1,349	1,405	1,502
Operating Expense/Net Premium	61.58%	55.87%	59.38%	53.45%	56.99%