

**December 31, 2020 - Annual Statement**

*Iowa Company Number:* 0025

**Farmers Mutual Insurance Association of Roselle**

Thomas Brincks  
1424 Highway 71 North  
Carroll IA 51401

**DECEMBER 31, 2020**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 . . . . . \$ 3,137,946

**INCOME - INCREASES IN LEDGER ASSETS**

**PREMIUMS**

	(1) Direct Premiums	(2) Reinsurance Premiums Assumed	(3) Specific Reinsurance Premiums Ceded	(4) Net Premiums (1 + 2 - 3 = 4)
2. Fire	\$ 507,978	\$	\$ 5,562	\$ 502,416
3. Windstorm	504,593		5,562	499,031
4. Crop hail				
5. Homeowners assumed	xxxxxxx			
6. Totals	\$ 1,012,571	\$	\$ 11,124	\$ 1,001,447
7. Aggregate excess loss reinsurance paid				276,878
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)				\$ 724,569
9. Net interest received on bonds				50,908
10. Increase in adjustment of bonds \$				
	\$ 20,944		decrease in adjustment of bonds	(20,944)
11. Dividends received				32,624
12. Interest received on bank deposits (schedule C-2, column 7)				14,260
13. Interest received on mortgage loans (schedule D, column 6)				
14. Other Interest				30
15. Profit on sale of investment				58,544
16. Rents received*				15,600
17. Total income from investments (items 9 through 16)				\$ 151,022
18. Borrowed money				179,153
19. Premiums collected for other companies (less refunds)				84,988
20. Checks charged off				
21. Increase in ledger liabilities				22,934
22. Underwriting expense reimbursement				
23. Federal income tax refund				8,300
24. Miscellaneous income				
25.				
26.				
27. Total (items 18 through 26)				\$ 295,375
28. Total income (items 8, 17 and 27)				\$ 1,170,966
29. Total assets and income (item 1 plus item 28)				\$ 4,308,912

\*Includes \$ 14,400 For association's occupancy of its own buildings

## DECEMBER 31, 2020

1. Amount brought forward from line 29 page 2 \$ 4,308,912

### DISBURSEMENTS - DECREASES IN LEDGER ASSETS

		(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsuran Recovered	(4) Net Losses Paid (1 + 2 - 3 = 4)
2. Fire.	\$	314,242	\$	\$	\$ 314,242
3. Windstorm		181,787			181,787
4. Crop Hail					
5. Homeowners Assumed		xxxxxxx			
6. Totals	\$	496,029	\$	\$	\$ 496,029

7. Received from aggregate excess loss reinsurance 105,461

8. Total of all net losses (line 6, col.4 - line 7 = line 8) \$ 390,568

### OPERATING EXPENSE

9. Loss Adjustment Expenses	19,523
10. Commissions	117,003
11. Advertising	12,423
12. Boards, bureaus and associations	6,929
13. Inspection and loss prevention	20,152
14. Salaries of officers.	83,000
15. Expenses of officers	1,406
16. Salaries of office employees	42,145
17. Employee welfare	
18. Insurance	12,157
19. Directors' compensation	6,300
20. Directors' expenses	
21. Rent and rent items	14,400
22. Equipment	
23. Printing, stationery and supplies	12,553
24. Postage and telephone	8,851
25. Legal and auditing	16,235
26. State insurance taxes	
March 1	
June 1	4,941
August 15	5,289
May 15	5,289
Total	10,230
27. Insurance Division licenses and fees	380
28. Payroll taxes	10,053
29. All other taxes (excluding Federal income)	
30. Real estate expenses	6,454
31. Real estate taxes	3,271
32. Interest on borrowed money	1,344
33. Miscellaneous	134
a Annual Meeting	338
b Donations/Contributions	
c Travel and Meals	
d Over/Short	194
34. Investment Expense	31,304
35. Total operating expense (items 9 through 34)	\$ 436,779

### NON-OPERATING EXPENSE

36. Borrowed money repaid	154,153
37. Depreciation on real estate	5,411
38. Loss on sale of investments	61,296
39. Federal income tax	
Prior year	
Current year	
40. Premium collections transmitted to other companies	67,983
41. Commissions paid agents for other companies	10,483
42. Decrease in ledger liabilities	
43. .	
44. Total non-operating expense (items 36 through 43)	\$ 299,326
45. Total disbursements (items 8, 35 and 44)	\$ 1,126,673
46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4	\$ 3,182,239

## ASSETS - DECEMBER 31, 2020

	(1)	(2)	(3)	(4)	(5)
	Ledger Assets	Non-ledger including excess of market (or amortized) over book value	Assets not admitted including excess of book over market or amortized values	Current Year Net Admitted Assets (1+2-3=4)	Prior Year Net Admitted Assets
1. Bonds (schedule A-part 1)	\$ 1,198,296			1,198,296	\$ 1,207,976
2. Stocks (schedule A-part 2).	1,303,734	196,218		1,499,952	\$ 1,355,041
3. Bank Balances					
3.1 Subject to check (C-1)	237,940			237,940	\$ 112,943
3.2 On interest (C-2)	262,758			262,758	\$ 533,083
4. Mortgage loans (schedule D)					
4.1 First liens					
4.2 Other than first					
5. Collateral loans (schedule E)					
6. Real estate (schedule F)	179,433			179,433	\$ 184,844
7. Cash in office	78			78	\$ 78
8. Unpaid Premiums					
8.1 Due before November 1		8,122	8,122	xxxxxxx	
8.2 Due after November 1		71,551		71,551	\$ 5,181
9. Bills receivable				xxxxxxx	
10. Agents' balances					
11. Reinsurance receivable on paid losses					\$ 14,981
12. Accrued interest	xxxxxxx	19,096		19,096	\$ 21,595
13. Accrued rent due	xxxxxxx				
14. Equipment and furniture				xxxxxxx	xxxxxxx
15. Supplies				xxxxxxx	xxxxxxx
16. Automobiles				xxxxxxx	xxxxxxx
17. Cash surrender value of life ins.					
18. Federal income tax recoverable		16,479	16,479		
19. Electronic Data Process Equip					
20. Investment Proceeds Receivable					
21. GMRC Profit Share		5,877		5,877	\$ 5,877
22. Totals	\$ 3,182,239	\$ 317,343	\$ 24,601	\$ 3,474,981	\$ 3,441,599

## LIABILITIES - DECEMBER 31, 2020

	Current Year	Prior Year
1. Unpaid claims (reported)	\$ 524,666	
2. Unpaid claims (incurred but not reported)	5,500	
3. Total unpaid losses	530,166	
4. Less: reinsurance recoverable on unpaid losses	211,924	
5. Net unpaid claims	\$ 318,242	\$ 87,065
6. Unpaid adjusting expenses	1,165	1,165
7. Ceded reinsurance balances payable	24,304	24,305
8. Unpaid salaries and commissions	28,351	2,995
9. Borrowed money	25,000	
10. Interest due on borrowed money		
11. Amounts withheld for the account of others	1,304	18
12. Taxes payable: Real Estate	3,270	3,270
Federal Income		
Premium	(508)	(348)
Other	190	(208)
13. Other unpaid expenses	4,164	5,222
14. Premiums collected for other companies - not remitted	3,707	3,256
15. Premiums received in advance	100,425	144,553
*16. Unearned premium reserve	447,874	372,633
17.		
18.		
19. Total liabilities	\$ 957,488	\$ 643,926
20. Surplus	\$ 2,517,493	\$ 2,797,673
21. Total liabilities and surplus	\$ 3,474,981	\$ 3,441,599

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

\*Method of calculation: 40% Safe Harbor

## HISTORICAL INFORMATION

	2020	2019	2018	2017	2016
<b><u>Gross Premium</u></b>					
Fire	507,978	533,428	553,440	471,781	552,475
Windstorm	504,593	529,974	550,376	468,883	549,284
Crop Hail	-	-	-	-	-
Total	1,012,571	1,063,402	1,103,816	940,664	1,101,759
<b><u>Net Premiums Written</u></b>					
Fire	502,416	527,866	542,138	460,479	541,452
Windstorm	499,031	524,412	539,074	457,581	538,261
Crop Hail	-	-	-	-	-
Total	1,001,447	1,052,278	1,081,212	918,060	1,079,713
Total Net of Agg	724,569	765,681	761,842	631,874	805,319
<b><u>Gross Losses Paid</u></b>					
Fire	314,242	690,562	113,296	372,665	307,053
Windstorm	181,787	123,004	74,528	99,042	229,326
Crop Hail	-	-	-	-	-
Total	496,029	813,566	187,824	471,707	536,379
<b><u>Net Losses Paid</u></b>					
Fire	314,242	690,562	113,296	365,966	307,053
Windstorm	181,787	123,004	74,528	93,117	229,326
Crop Hail	-	-	-	-	-
Total	496,029	813,566	187,824	459,083	536,379
Total Net of Agg	390,568	712,168	187,824	320,508	536,379
<b><u>Loss Percentage (Direct)</u></b>					
Fire Losses/Fire Prem	61.9%	129.5%	20.5%	79.0%	55.6%
Windstorm Losses/Windstorm Prem	36.0%	23.2%	13.5%	21.1%	41.7%
Crop Hail Losses/Crop Hail Prem	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	49.0%	76.5%	17.0%	50.1%	48.7%
<b><u>Loss Percentage (Net)</u></b>					
Fire Losses/Fire Prem	62.5%	130.8%	20.9%	79.5%	56.7%
Windstorm Losses/Windstorm Prem	36.4%	23.5%	13.8%	20.3%	42.6%
Crop Hail Losses/Crop Hail Prem	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	49.5%	77.3%	17.4%	50.0%	49.7%
Tot Net Agg Losses/Tot Net Agg Prem	53.9%	93.0%	24.7%	50.7%	66.6%
<b><u>Balance Sheet Items</u></b>					
Total Admitted Assets	3,474,981	3,441,599	3,577,002	3,459,596	3,360,781
Liabilities	957,488	643,926	687,248	561,671	728,499
Surplus	2,517,493	2,797,673	2,889,754	2,897,925	2,632,282
Bonds	1,198,296	1,207,976	1,108,658	1,080,578	1,131,873
Stocks	1,499,952	1,355,041	1,232,285	1,350,524	1,117,755
Real Estate	179,433	184,844	190,255	195,665	201,075
Unpaid Premium (line 8.1)	-	20,373	2,479	20,165	1,212
Unpaid Premium (line 8.2)	71,551	5,181	14,399	52,965	15,745
Agents' Balances	-	-	-	-	-
Unearned Premium	447,874	372,633	401,134	415,996	447,469
<b><u>Balance Sheet Percentages</u></b>					
Bonds/Admitted Assets	34%	35%	31%	31%	34%
Stocks/Admitted Assets	43%	39%	34%	39%	33%
Real Estate/Admitted Assets	5%	5%	5%	6%	6%
Unpaid Prem (line 8.2)/Admitted Assets	2%	0%	0%	2%	0%
Agents' Balances/Admitted Assets	0%	0%	0%	0%	0%
<b><u>Income/Disbursement Items</u></b>					
Total Income	1,170,966	992,804	1,003,918	830,574	1,147,982
Total Disbursements	1,126,673	1,294,536	714,638	907,437	1,072,652
Operating Expense	436,779	466,574	401,010	386,259	405,326
Commissions	117,003	122,285	125,339	106,184	128,055
Investment Income	151,022	137,306	144,540	104,942	120,040
Salaries (lines 14-17)	126,551	126,895	85,095	84,636	85,568
<b><u>Other</u></b>					
Gross Risk in Force	258,531,723	257,433,548	264,268,012	250,003,381	256,881,768
Number of Policies	869	901	950	952	982
Operating Expense/Net Premium	60%	61%	53%	61%	50%