

December 31, 2020 - Annual Statement

Iowa Company Number: 0035

Chickasaw Mutual Insurance Association

Connie Boyd
25 West Main Street, Box 248
New Hampton IA 50659

DECEMBER 31, 2020

1. Ledger Assets, December 31 of previous year, Total column 1, page 4.....		\$ <u>7,549,256</u>		
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.....	\$ 752,305	\$	\$	\$ 752,305
3. Windstorm.....	719,307			719,307
4. Crop Hail.....				
Homeowner 5. Assumed.....	XXXXXXXX			
6. Totals.....	\$ 1,471,612	\$	\$	\$ 1,471,612
7. Aggregate excess loss reinsurance paid.....			326,706	
8. Total net assessment, premiums & fees (line 6, col. 4 - line 7 = line 8)				\$ <u>1,144,906</u>
9. Net interest received on bonds.....			<u>140,227</u>	
10. Increase in adjustment of bonds <u>6,842</u> , less <u>16,928</u> decrease in adjustment of bonds.....			<u>(10,086)</u>	
11. Dividends received.....			<u>62,415</u>	
12. Interest received on bank deposits (schedule C-2, column 7).....			<u>5,551</u>	
13. Interest received on mortgage loans (schedule D, column 6).....			_____	
14. Other interest.....			_____	
15. Profit on sale of investment.....			<u>49,808</u>	
16. Rents received*.....			<u>6,000</u>	
17. Total income from investments (items 9 through 16).....				\$ <u>253,915</u>
18. Borrowed money.....			_____	
19. Premiums collected for other companies (less refunds).....			<u>116,960</u>	
20. Checks charged off.....			_____	
21. Increase in ledger liabilities.....			_____	
22. Underwriting expense reimbursement.....			_____	
23. Federal income tax refund.....			_____	
24. Miscellaneous income.....			<u>6</u>	
25. Crop Hail Contingency Commission.....			_____	
26.			_____	
27. Total (items 18 through 26).....				\$ <u>116,966</u>
28. Total income (items 8, 17, and 27).....				\$ <u>1,515,787</u>
29. Total assets and income (item 1 plus item 28).....				\$ <u><u>9,065,043</u></u>

*Includes \$3,600 for association's occupancy of its own buildings.

DECEMBER 31, 2020

1. Amount brought forward from line 29 page 2.....

\$ 9,065,043

DISBURSEMENTS - DECREASES IN LEDGER ASSETS

LOSSES			
(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsurance Recovered	(4) Net Losses Paid (1+2-3=4)
2. Fire.....	\$ 611,770	\$	\$ 611,770
3. Windstorm.....	148,630		148,630
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 760,400	\$	\$ 760,400

7. Received from aggregate excess loss reinsurance..... 200,425

8. Total of all net losses (line 6, column 4 - line 7 = line 8)..... \$ 559,975

OPERATING EXPENSE

9. Loss Adjustment Expenses.....	<u>40,507</u>
10. Commissions.....	<u>219,849</u>
11. Advertising.....	<u>4,109</u>
12. Boards, bureaus and associations.....	<u>8,017</u>
13. Inspection and loss prevention.....	<u>7,135</u>
14. Salaries of officers.....	<u>67,077</u>
15. Expenses of officers.....	<u>341</u>
16. Salaries of office employees.....	<u>29,108</u>
17. Employee welfare.....	<u>43,795</u>
18. Insurance.....	<u>7,307</u>
19. Directors' compensation.....	<u>1,600</u>
20. Directors' expenses.....	<u>226</u>
21. Rent and rent items.....	<u>5,662</u>
22. Equipment.....	<u>10,627</u>
23. Printing, stationery and supplies.....	<u>2,307</u>
24. Postage and telephone	<u>6,841</u>
25. Legal and auditing.....	<u>12,000</u>
26. State insurance taxes (March 1, 629) (June 1, 7,066) (August 15, 7,066)	<u>14,761</u>
27. Insurance Division licenses and fees.....	<u>180</u>
28. Payroll taxes.....	<u>9,445</u>
29. All other taxes (excluding Federal income).....	
30. Real estate expenses.....	<u>2,451</u>
31. Real estate taxes.....	<u>767</u>
32. Interest on borrowed money.....	
33. Miscellaneous.....	<u>22</u>
a. Annual Meeting.....	
b. Donations/Contributions.....	<u>610</u>
c. Travel and Travel Items.....	
d. Over and Short.....	

34.

35. Total operating expense (items 9 through 34)..... \$ 494,744

NON-OPERATING EXPENSE

36. Borrowed money repaid.....	
37. Depreciation on real estate.....	<u>465</u>
38. Loss on sale of investments.....	
39. Federal income tax Prior year, 0 Current year, 21,222	<u>21,222</u>
40. Premium collections transmitted to other companies.....	<u>92,332</u>
41. Commission paid agents for other companies.....	<u>21,188</u>
42. Decrease in ledger liabilities.....	<u>31</u>
43. Federal income tax penalty/interest.....	

44. Total non-operating expense (items 36 through 43)..... 135,238

45. Total disbursements (items 8, 35, and 44)..... \$ 1,189,957

46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4... \$ 7,875,086

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).....	\$ 4,869,644	\$	\$ 291	\$ 4,869,353	\$ 4,706,565
2. Stocks (schedule A-part 2).....	2,247,559	1,003,437		3,250,996	2,881,421
3. Bank Balances					
3.1 Subject to check(C-I).....	20,547			20,547	20,900
3.2 On interest (C-2).....	721,855			721,855	646,304
4. Mortgage loans (schedule D)					
4.1 First liens.....					
4.2 Other than first.....					
5. Collateral loans (schedule E).....					
6. Real estate (schedule F).....	14,952			14,952	15,418
7. Cash in office.....					
8. Unpaid Premiums					
8.1 Due before Nov 1.....				X X X X X X	X X X X X X
8.2 Due after Nov 1.....		4,147		4,147	6,321
9. Bills receivable.....				X X X X X X	X X X X X X
10. Agent's balances.....					
11. Reinsurance receivable on paid losses.....					
12. Accrued interest.....	X X X X X X	37,202		37,202	31,171
13. Accrued rent due.....	X X X X X X				
14. Equipment and furniture.....	3		3	X X X X X X	X X X X X X
15. Supplies.....				X X X X X X	X X X X X X
16. Automobiles.....				X X X X X X	X X X X X X
17. Cash surrender value of life ins.					
18. Federal Inc. tax recoverable.....					
19. Electronic data processing equipment.....	525			525	1,576
20. Service fees & misc receivables.					
21. Prepaid Reins. & other assets....					
22. Totals.....	\$ 7,875,085	\$ 1,044,786	\$ 294	\$ 8,919,577	\$ 8,309,676

*Bonds are amortized through 12/31/2020.

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 92,291		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	92,291		
4. Less: reinsurance recoverable on unpaid losses.....			
5. Net unpaid claims.....		\$ 92,291	\$ 58,930
6. Unpaid adjusting expenses.....		5,800	5,100
7. Ceded reinsurance balances payable.....		27,248	26,978
8. Unpaid salaries and commissions.....		609	939
9. Borrowed money.....			
10. Interest due on borrowed money.....			
11. Amounts withheld for the account of others.....			
12. Taxes payable: Real estate.....		767	753
Federal Income.....			
Premium.....		584	629
Other.....			
13. Other unpaid expenses.....		1,437	1,140
14. Premiums collected for other companies - not remitted.....		7,808	7,839
15. Premiums received in advance.....		51,599	38,687
16.* Unearned premium reserve.....		576,000	557,000
17. Service Fees and Employee Benefits Payable.....			
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ 764,143	\$ 697,995
20. Surplus.....		\$ 8,155,434	\$ 7,611,681
21. Total liabilities and surplus.....		\$ 8,919,577	\$ 8,309,676

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

*Method of calculation: 40% method.

HISTORICAL INFORMATION

	2020	2019	2018	2017	2016
Gross Premium					
Fire.....	752,305	722,402	691,157	663,638	650,740
Windstorm.....	719,307	690,649	658,943	633,717	621,960
Crop Hail.....	0	0	0	0	0
Total.....	1,471,612	1,413,051	1,350,100	1,297,355	1,272,700
Net Premium Written					
Fire.....	752,305	722,402	691,157	663,638	650,636
Windstorm.....	719,307	690,649	658,943	633,717	621,960
Crop Hail.....	0	0	0	0	0
Total.....	1,471,612	1,413,051	1,350,100	1,297,355	1,272,596
Total Net of Agg.....	1,144,906	1,090,353	1,039,698	1,006,599	993,184
Gross Losses Paid					
Fire.....	611,770	195,421	247,217	236,996	296,237
Windstorm.....	148,630	123,558	330,483	1,095,397	104,719
Crop Hail.....	0	0	0	0	0
Total.....	760,400	318,979	577,700	1,332,393	400,956
Net Losses Paid					
Fire.....	611,770	195,421	247,217	236,996	296,237
Windstorm.....	148,630	123,558	330,483	1,095,397	104,719
Crop Hail.....	0	0	0	0	0
Total.....	760,400	318,979	577,700	1,332,393	400,956
Total Net of Agg.....	559,975	318,979	488,026	1,061,653	395,894
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	81 %	27 %	36 %	36 %	46 %
Windstorm Losses/Windstorm Prem....	21 %	18 %	50 %	173 %	17 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	52 %	23 %	43 %	103 %	32 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	81 %	27 %	36 %	36 %	46 %
Windstorm Losses/Windstorm Prem....	21 %	18 %	50 %	173 %	17 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	52 %	23 %	43 %	103 %	32 %
Total Net Agg Losses/Total Net Ag Prem	49 %	29 %	47 %	105 %	40 %
Balance Sheet Items					
Total Admitted Assets.....	8,919,577	8,309,675	7,393,560	7,288,719	7,243,209
Liabilities.....	764,144	697,995	735,487	654,967	637,677
Surplus.....	8,155,433	7,611,680	6,658,073	6,633,752	6,605,532
Bonds.....	4,869,353	4,706,565	4,392,920	4,217,743	4,487,824
Stocks.....	3,250,996	2,881,421	2,384,973	2,493,112	2,130,566
Real Estate.....	14,952	15,418	16,003	16,587	17,172
Unpaid Premium(line 8.1).....	0	0	0	0	0
Unpaid Premium(line 8.2).....	4,147	6,321	6,524	3,571	2,627
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	576,000	557,000	535,000	514,000	503,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	55 %	57 %	59 %	58 %	62 %
Stocks/Admitted Assets.....	36 %	35 %	32 %	34 %	29 %
Real Estate/Admitted Assets.....	0 %	0 %	0 %	0 %	0 %
Unpaid Prem (line 8.2)/Admitted Assets	0 %	0 %	0 %	0 %	0 %
Agents' Balances/Admitted Assets.....	0 %	0 %	0 %	0 %	0 %
Income/Disbursement Items					
Total Income.....	1,515,786	1,494,432	1,439,667	1,420,687	1,338,861
Total Disbursements.....	1,189,957	946,246	1,094,925	1,615,489	1,026,771
Operating Expense.....	494,743	483,962	482,456	459,072	461,274
Commissions.....	219,849	204,133	185,986	178,732	175,020
Investment Income.....	253,914	291,299	298,745	286,771	249,377
Salaries (lines 14-17).....	140,320	137,143	156,199	145,349	151,445
Other					
Gross Risk in Force.....	503,033,967	482,503,294	461,251,977	442,915,784	395,942,995
Number of Policies.....	1,212	1,206	1,205	1,200	1,187
Operating Expense/Net Premium.....	43 %	44 %	46 %	46 %	46 %