

December 31, 2020 - Annual Statement

Iowa Company Number: 0064

Floyd County Mutual Insurance Association

Angela M. Baldwin

215 N. Jackson St., P.O. Box 278

Charles City IA 50616-02

DECEMBER 31, 2020

1. Ledger Assets, December 31 of previous year, Total column 1, page 4.....					\$ <u>3,939,100</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.....	\$ 583,680	\$	\$	\$ 583,680		
3. Windstorm.....	478,069			478,069		
4. Crop Hail.....						
Homeowner 5. Assumed.....	XXXXXXXX					
6. Totals.....	\$ 1,061,749	\$	\$	\$ 1,061,749		
7. Aggregate excess loss reinsurance paid.....					<u>226,198</u>	
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)						\$ <u>835,551</u>
9. Net interest received on bonds.....					<u>85,796</u>	
10. Increase in adjustment of bonds <u>2,859</u> , less <u>11,295</u> decrease in adjustment of bonds.....					<u>(8,436)</u>	
11. Dividends received.....					<u>25,602</u>	
12. Interest received on bank deposits (schedule C-2, column 7).....					<u>746</u>	
13. Interest received on mortgage loans (schedule D, column 6).....						
14. Other interest.....						
15. Profit on sale of investment.....					<u>96,344</u>	
16. Rents received*.....					<u>4,200</u>	
17. Total income from investments (items 9 through 16).....						\$ <u>204,252</u>
18. Borrowed money.....						
19. Premiums collected for other companies (less refunds).....					<u>119,230</u>	
20. Checks charged off.....						
21. Increase in ledger liabilities.....						
22. Underwriting expense reimbursement.....						
23. Federal income tax refund.....						
24. Miscellaneous income.....					<u>246</u>	
25. Crop Hail Contingency Commission.....						
26.						
27. Total (items 18 through 26).....						\$ <u>119,476</u>
28. Total income (items 8, 17, and 27).....						\$ <u>1,159,279</u>
29. Total assets and income (item 1 plus item 28).....						\$ <u><u>5,098,379</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.....

\$ 5,098,379

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.....	\$ 302,140	\$	\$ 302,140
3. Windstorm.....	6,927		6,927
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 309,067	\$	\$ 309,067

7. Received from aggregate excess loss reinsurance.....

23,201

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

\$ 285,866

OPERATING EXPENSE

- 9. Loss Adjustment Expenses.....
- 10. Commissions.....
- 11. Advertising.....
- 12. Boards, bureaus and associations.....
- 13. Inspection and loss prevention.....
- 14. Salaries of officers.....
- 15. Expenses of officers.....
- 16. Salaries of office employees.....
- 17. Employee welfare.....
- 18. Insurance.....
- 19. Directors' compensation.....
- 20. Directors' expenses.....
- 21. Rent and rent items.....
- 22. Equipment.....
- 23. Printing, stationery and supplies.....
- 24. Postage and telephone
- 25. Legal and auditing.....
- 26. State insurance taxes (March 1, 320) (June 1, 5,524) (August 15, 5,524)
- 27. Insurance Division licenses and fees.....
- 28. Payroll taxes.....
- 29. All other taxes (excluding Federal income).....
- 30. Real estate expenses.....
- 31. Real estate taxes.....
- 32. Interest on borrowed money.....
- 33. Miscellaneous.....
 - a. Annual Meeting.....
 - b. Donations/Contributions.....
 - c. Travel and Travel Items.....
 - d. Over and Short.....
- 34.
- 35. Total operating expense (items 9 through 34).....

<u>29,891</u>
<u>149,052</u>
<u>7,692</u>
<u>2,146</u>
<u>9,565</u>
<u>67,540</u>
<u>2,401</u>
<u>37,844</u>
<u>17,939</u>
<u>8,650</u>
<u>1,500</u>
<u>116</u>
<u>3,670</u>
<u>16,650</u>
<u>2,750</u>
<u>29,679</u>
<u>12,500</u>
<u>11,368</u>
<u>244</u>
<u>8,520</u>
<u>5,427</u>
<u>2,304</u>
<u>101</u>
<u>37</u>
<u>225</u>
<u>(4)</u>

\$ 427,807

NON-OPERATING EXPENSE

- 36. Borrowed money repaid.....
- 37. Depreciation on real estate.....
- 38. Loss on sale of investments.....
- 39. Federal income tax Prior year, 0 Current year, 14,235
- 40. Premium collections transmitted to other companies.....
- 41. Commission paid agents for other companies.....
- 42. Decrease in ledger liabilities.....
- 43. Federal income tax penalty/interest.....
- 44. Total non-operating expense (items 36 through 43).....
- 45. Total disbursements (items 8, 35, and 44).....
- 46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4...

<u>1,246</u>
<u>74,679</u>
<u>14,235</u>
<u>96,845</u>
<u>19,185</u>
<u>1,328</u>

207,518

\$ 921,191

\$ 4,177,188

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).....	\$ 2,886,883	\$	\$ 2,886,883	\$ 2,830,676
2. Stocks (schedule A-part 2).....	984,572	220,620	1,205,192	1,109,911
3. Bank Balances				
3.1 Subject to check(C-1).....	29,095		29,095	35,593
3.2 On interest (C-2).....	252,598		252,598	109,248
4. Mortgage loans (schedule D)				
4.1 First liens.....				
4.2 Other than first.....				
5. Collateral loans (schedule E).....				
6. Real estate (schedule F).....	23,994		23,994	25,240
7. Cash in office.....	50		50	50
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.....		97	97	101
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	15,537	15,537	19,649
13. Accrued rent due.....	X X X X X X	50	50	
14. Equipment and furniture.....			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.....				
20. Serv fees & Reins. Contingency..				
21. Prepaid Reins. & other assets....				
22. Totals.....	\$ 4,177,192	\$ 236,304	\$ 4,413,496	\$ 4,130,468

*Bonds are amortized through 12/31/20

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 11,900		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	11,900		
4. Less: reinsurance recoverable on unpaid losses.....			
5. Net unpaid claims.....		\$ 11,900	\$ 51,800
6. Unpaid adjusting expenses.....		3,000	3,700
7. Ceded reinsurance balances payable.....		18,916	18,036
8. Unpaid salaries and commissions.....		25,853	29,881
9. Borrowed money.....			
10. Interest due on borrowed money.....			
11. Amounts withheld for the account of others.....			
12. Taxes payable: Real estate.....		2,522	2,086
Federal Income...../		2,000	1,000
Premium.....		-	320
Other.....		-	-
13. Other unpaid expenses.....		4,670	7,149
14. Premiums collected for other companies - not remitted.....		7,821	7,024
15. Premiums received in advance.....		19,014	22,017
16. *Unearned premium reserve.....		424,000	441,000
17. Service Fees and Employee Benefits Payable.....			
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ 519,696	\$ 584,013
20. Surplus.....		\$ 3,893,800	\$ 3,546,455
21. Total liabilities and surplus.....		\$ 4,413,496	\$ 4,130,468

(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.....	583,680	607,320	592,971	557,881	526,931
Windstorm.....	478,069	497,463	479,757	456,964	419,697
Crop Hail.....	0	0	0	0	0
Total.....	1,061,749	1,104,783	1,072,728	1,014,845	946,628
Net Premium Written					
Fire.....	583,680	607,320	592,971	557,881	526,897
Windstorm.....	478,069	497,463	479,757	456,964	419,697
Crop Hail.....	0	0	0	0	0
Total.....	1,061,749	1,104,783	1,072,728	1,014,845	946,594
Total Net of Agg.....	835,551	889,003	865,483	826,823	764,777
Gross Losses Paid					
Fire.....	302,140	632,409	477,911	739,530	158,427
Windstorm.....	6,927	73,150	607,732	369,541	118,445
Crop Hail.....	0	0	0	0	0
Total.....	309,067	705,559	1,085,643	1,109,071	276,872
Net Losses Paid					
Fire.....	302,140	632,409	477,911	739,530	158,427
Windstorm.....	6,927	73,150	607,732	369,541	118,445
Crop Hail.....	0	0	0	0	0
Total.....	309,067	705,559	1,085,643	1,109,071	276,872
Total Net of Agg.....	285,866	334,120	601,720	636,518	276,872
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	52 %	104 %	81 %	133 %	30 %
Windstorm Losses/Windstorm Prem.....	1 %	15 %	127 %	81 %	28 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	29 %	64 %	101 %	109 %	29 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	52 %	104 %	81 %	133 %	30 %
Windstorm Losses/Windstorm Prem.....	1 %	15 %	127 %	81 %	28 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	29 %	64 %	101 %	109 %	29 %
Total Net Agg Losses/Total Net Ag Prem	34 %	38 %	70 %	77 %	36 %
Balance Sheet Items					
Total Admitted Assets.....	4,413,495	4,130,467	3,745,708	3,911,125	3,962,540
Liabilities.....	519,696	584,013	499,813	482,669	522,188
Surplus.....	3,893,799	3,546,454	3,245,895	3,428,456	3,440,352
Bonds.....	2,886,883	2,830,676	2,594,676	2,514,995	2,733,439
Stocks.....	1,205,192	1,109,911	1,069,992	1,301,733	1,141,834
Real Estate.....	23,994	25,240	19,503	20,843	20,582
Unpaid Premium(line 8.1).....	0	0	0	0	0
Unpaid Premium(line 8.2).....	97	101	231	1,151	3,849
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	424,000	441,000	424,000	404,000	373,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	65 %	69 %	69 %	64 %	69 %
Stocks/Admitted Assets.....	27 %	27 %	29 %	33 %	29 %
Real Estate/Admitted Assets.....	1 %	1 %	1 %	1 %	1 %
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.....	1,159,280	1,150,997	1,116,327	1,106,345	1,045,008
Total Disbursements.....	921,187	912,482	1,157,840	1,191,887	794,146
Operating Expense.....	427,803	430,161	407,245	413,785	379,939
Commissions.....	149,052	136,641	132,863	137,457	126,365
Investment Income.....	204,252	156,088	143,172	168,532	172,920
Salaries (lines 14-17).....	125,724	126,402	122,276	117,713	112,853
Other					
Gross Risk in Force.....	344,810,692	348,506,184	334,904,662	335,735,126	317,061,973
Number of Policies.....	1,082	1,117	1,116	1,152	1,111
Operating Expense/Net Premium.....	51 %	48 %	47 %	50 %	50 %