

**December 31, 2020 - Annual Statement**

*Iowa Company Number:* 0068

**Gundy Mutual Insurance Association**

DeeGene McMartin  
715 G Avenue  
Grundy Center IA 50638

**DECEMBER 31, 2020**

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....		\$	6,835,876
<b>INCOME - INCREASES IN LEDGER ASSETS</b>				
<b>PREMIUMS</b>				
	(1)	(2)	(3)	(4)
	Direct Premiums	Reinsurance Premiums Assumed	Specific Reinsurance Premiums Ceded	Net Premiums (1+2-3=4)
2.	Fire	\$ 1,237,003	\$ 0	\$ 1,204
3.	Windstorm	1,115,098		1,203
4.	Crop Hail			0
5.	Homeowners assumed	xxxxxxx		0
6.	Totals	\$ 2,352,101	\$ 0	\$ 2,407
7.	Aggregate excess loss reinsurance paid			831,250
8.	Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)			\$ 1,518,444
9.	Net interest received on bonds			148,834
10.	Increase in adjustment of bonds	\$ 998	, less	
	\$ 20,628	decrease in adjustment of bonds		(19,630)
11.	Dividends received			70,673
12.	Interest received on bank deposits (schedule C-2, column 7)			4,959
13.	Interest received on mortgage loans (schedule D, column 6)			0
14.	Other interest			0
15.	Profit on sale of investment			274,860
16.	Rents received*			10,800
17.	Total income from investments (items 9 through 16)			\$ 490,496
18.	Borrowed money			245,000
19.	Premiums collected for other companies (less refunds)			6,581
20.	Checks charged off			0
21.	Increase in ledger liabilities			19,074
22.	Underwriting expense reimbursement			1,607
23.	Federal income tax refund			0
24.	Miscellaneous income			0
25.	Crop Hail Contingency Commission			
26.				
27.	Total (items 18 through 26)			\$ 272,262
28.	Total income (items 8, 17, and 27)			\$ 2,281,202
29.	Total assets and income (item 1 plus item 28)			\$ 9,117,078

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

**DECEMBER 31, 2020**

1.	Amount brought forward from line 29, page 2				\$ 9,117,078
<b>DISBURSEMENTS - DECREASES IN LEDGER ASSETS</b>					
		(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsurance Recovered	(4) Net Losses Paid (1+2-3=4)
2.	Fire	729,203		0	729,203
3.	Windstorm	3,259,718		0	3,259,718
4.	Crop Hail			0	
5.	Homeowners Assumed	xxxxxxx	0		0
6.	Totals	3,988,921	0	0	3,988,921
7.	Received from aggregate excess loss reinsurance				2,308,263
8.	Total of all net losses (line 6, col. 4 - line 7 = line 8)				\$ 1,680,658
<b>OPERATING EXPENSE</b>					
9.	Loss Adjustment Expenses				89,557
10.	Commissions				312,990
11.	Advertising				536
12.	Boards, bureaus and associations				8,415
13.	Inspection and loss prevention				8,469
14.	Salaries of officers				80,048
15.	Expenses of officers				0
16.	Salaries of office employees				71,968
17.	Employee welfare				53,685
18.	Insurance				14,648
19.	Directors' compensation				0
20.	Directors' expenses				3,819
21.	Rent and rent items				1,200
22.	Equipment				37,462
23.	Printing, stationery and supplies				3,886
24.	Postage and telephone				2,709
25.	Legal and auditing				34,263
26.	State insurance taxes		0		
	March 1				
	June 1	12,179			
	August 15			12,246	
					24,425
27.	Insurance Division licenses and fees				395
28.	Payroll taxes				16,173
29.	All other taxes (excluding Federal income)				0
30.	Real estate expenses				12,854
31.	Real estate taxes				1,825
32.	Interest on borrowed money				2,876
33.	Miscellaneous				7,185
	a. Donations				1,500
	b. Travel, conventions, and continuing education				373
	c. Investment Expense				19,694
34.	.				
35.	Total operating expense (items 9 through 34)				\$ 810,955
<b>NON-OPERATING EXPENSE</b>					
36.	Borrowed money repaid				0
37.	Depreciation on real estate				2,331
38.	Loss on sale of investments				3,982
39.	Federal income tax				
	Prior year	12,845			
	Current year			28,660	
40.	Premium collections transmitted to other companies				0
41.	Commissions paid agents for other companies				0
42.	Decrease in ledger liabilities				0
43.	.				
44.	Total non-operating expense (items 36 through 43)				\$ 47,818
45.	Total disbursements (items 8, 35 and 44)				\$ 2,539,431
46.	Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 6,577,647

## 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) Net Admitted Assets (1+2-3=4)	(5) Prior Year Net Admitted Assets
1. Bonds (schedule A - part 1)	\$ 4,059,789			\$ 4,059,789	\$ 4,472,269
2. Stocks (schedule A - part 2)	2,063,581	880,023	0	2,943,604	2,508,383
3. Bank Balances					
3.1 Subject to check (C-1)	267,655			267,655	377,922
3.2 On interest (C-2)	117,248			117,248	114,604
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)	55,021			55,021	57,352
7. Cash in office	250			250	250
8. Unpaid Premiums					
8.1 Due before November 1		7,693	7,693	xxxxxxx	
8.2 Due after November 1		18,635		18,635	7,501
9. Bills receivable				xxxxxxx	
10. Agents' balances				0	0
11. Reinsurance receivable on paid losses		5,898		5,898	0
12. Accrued interest	xxxxxxx	32,969		32,969	38,890
13. Accrued rent due	xxxxxxx			0	0
14. Equipment and furniture	0		0	xxxxxxx	xxxxxxx
15. Supplies		0	0	xxxxxxx	xxxxxxx
16. Automobiles				xxxxxxx	xxxxxxx
17. Contingency Receivable		0	0	0	25,270
18. Federal income tax recoverable		180,257	180,257	0	0
19. Electronic data processing equipment	14,103			14,103	14,520
20. Overwrite from IMT	0	116	0	116	116
21. Prepaid Reinsurance	0	0	0	0	0
22. Totals	\$ 6,577,647	\$ 1,125,591	\$ 187,950	\$ 7,515,288	\$ 7,617,077

## LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 2,165,337		
2. Unpaid claims (incurred but not reported)	10,000		
3. Total unpaid losses	2,175,337		
4. Less: reinsurance recoverable on unpaid losses	2,038,302		
5. Net unpaid claims		\$ 137,035	\$ 188,891
6. Unpaid adjusting expenses		10,000	10,000
7. Ceded reinsurance balances payable		71,617	70,110
8. Unpaid salaries and commissions		31,679	33,442
9. Borrowed money		245,000	0
10. Interest due on borrowed money		1,048	0
11. Amounts withheld for the account of others		5,482	6,969
12. Taxes payable: Real estate		1,944	1,706
Federal income		0	13,000
Premium		(983)	(67)
Other		0	0
13. Other unpaid expenses		44,013	15,534
14. Premiums collected for other companies - not remitted		6,017	9,721
15. Premiums received in advance		45,608	58,282
*16. Unearned premium reserve		924,114	948,754
17. Service Fees and Employee Benefits Payable		0	0
18. Miscellaneous Liabilities		0	
19. Total liabilities		\$ 1,522,574	\$ 1,356,342
20. Surplus		\$ 5,992,714	\$ 6,260,735
21. Total liabilities and surplus		\$ 7,515,288	\$ 7,617,077

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

\* Method of calculation: 40% method

## HISTORICAL INFORMATION

	2020	2019	2018	2017	2016
<b>Gross Premium</b>					
Fire	1,237,003	1,291,305	1,293,492	1,219,473	1,275,043
Windstorm	1,115,098	1,158,822	1,162,953	1,095,820	1,147,562
Crop Hail	0	0	0	0	0
Total	2,352,101	2,450,127	2,456,445	2,315,293	2,422,605
<b>Net Premiums Written</b>					
Fire	1,235,799	1,290,285	1,292,719	1,218,712	1,274,405
Windstorm	1,113,895	1,157,803	1,162,181	1,095,059	1,146,924
Crop Hail	0	0	0	0	0
Total	2,349,694	2,448,088	2,454,900	2,313,771	2,421,329
Total Net of Agg	1,518,444	1,632,951	1,655,203	1,529,922	1,610,580
<b>Gross Losses Paid</b>					
Fire	729,203	1,068,201	396,426	393,477	388,265
Windstorm	3,259,718	217,001	182,511	1,197,827	129,891
Crop Hail	0	0	0	0	0
Total	3,988,921	1,285,202	578,937	1,591,304	518,156
<b>Net Losses Paid</b>					
Fire	729,203	1,068,201	396,426	393,477	388,265
Windstorm	3,259,718	217,001	182,511	1,197,827	129,891
Crop Hail	0	0	0	0	0
Total	3,988,921	1,285,202	578,937	1,591,304	518,156
Total Net of Agg	1,680,658	970,557	578,937	1,388,059	510,355
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	58.95%	82.72%	30.65%	32.27%	30.45%
Windstorm Losses/Windstorm Prem	292.33%	18.73%	15.69%	109.31%	11.32%
Crop Hail Losses/Crop Hail Prem	N/A	N/A	N/A	N/A	N/A
Total Losses/Total Prem	169.59%	52.45%	23.57%	68.73%	21.39%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	59.01%	82.79%	30.67%	32.29%	30.47%
Windstorm Losses/Windstorm Prem	292.64%	18.74%	15.70%	109.38%	11.33%
Crop Hail Losses/Crop Hail Prem	N/A	N/A	N/A	N/A	N/A
Total Losses/Total Prem	169.76%	52.50%	23.58%	68.78%	21.40%
Total Net Agg Losses/Total Net Agg Prem	110.68%	59.44%	34.98%	90.73%	31.69%
<b>Balance Sheet Items</b>					
Total Admitted Assets	7,515,288	7,617,077	7,083,849	6,675,982	6,833,704
Liabilities	1,522,574	1,356,342	1,611,228	1,452,611	1,332,466
Surplus	5,992,714	6,260,735	5,472,621	5,223,371	5,501,238
Bonds	4,059,789	4,472,269	4,341,516	4,169,225	4,339,357
Stocks	2,943,604	2,508,383	2,004,530	2,215,191	1,691,583
Real Estate	55,021	57,352	58,979	39,790	41,554
Unpaid Premium (line 8.1)	7,693	4,910	5,487	1,424	916
Unpaid Premium (line 8.2)	18,635	7,501	10,249	9,582	5,075
Agents' Balances	0	0	0	0	0
Unearned Premium	924,114	948,754	960,342	903,899	928,727
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	54.02%	58.71%	61.29%	62.45%	63.50%
Stocks/Admitted Assets	39.17%	32.93%	28.30%	33.18%	24.75%
Real Estate/Admitted Assets	0.73%	0.75%	0.83%	0.60%	0.61%
Unpaid Prem (line 8.2)/Admitted Assets	0.25%	0.10%	0.14%	0.14%	0.07%
Agents' Balances/Admitted Assets	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Income/Disbursement Items</b>					
Total Income	2,281,202	1,906,389	2,137,638	2,073,226	1,845,440
Total Disbursements	2,539,431	1,804,212	1,499,907	2,470,139	1,450,670
Operating Expense	810,955	825,097	813,900	776,340	781,604
Commissions	312,990	328,416	328,570	305,153	320,470
Investment Income	490,496	242,012	281,083	289,271	230,681
Salaries (lines 14-17)	205,701	244,621	243,322	230,790	230,724
<b>Other</b>					
Gross Risk in Force	769,990,839	771,739,016	757,308,149	725,126,397	715,080,917
Number of Policies	2,120	2,136	2,114	1,853	2,029
Operating Expense/Net Premium	53.41%	50.53%	49.17%	50.74%	48.53%