

**December 31, 2020 - Annual Statement**

*Iowa Company Number:* 0075

**Svea Mutual Insurance Association**

Monte Kann  
P.O. Box 35, 1903 140th Street  
Swedesburg IA 52652

**DECEMBER 31, 2020**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 . . . . . \$ 2,385,340

**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	\$ 210,572	\$	\$	\$ 210,572	
3. Windstorm	222,192			222,192	
4. Crop hail					
5. Homeowners assumed	xxxxxxx				
6. Totals	\$ 432,764	\$	\$	\$ 432,764	
7. Aggregate excess loss reinsurance paid				156,703	
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)					\$ 276,060
9. Net interest received on bonds				6,385	
10. Increase in adjustment of bonds \$ _____, less \$ _____ 1,441 decrease in adjustment of bonds				(1,441)	
11. Dividends received				143	
12. Interest received on bank deposits (schedule C-2, column 7)				37,635	
13. Interest received on mortgage loans (schedule D, column 6)					
14. Other Interest				1,363	
15. Profit on sale of investment				1,382	
16. Rents received*					
17. Total income from investments (items 9 through 16)					\$ 45,466
18. Borrowed money					
19. Premiums collected for other companies (less refunds)				11,975	
20. Checks charged off					
21. Increase in ledger liabilities				61	
22. Underwriting expense reimbursement					
23. Federal income tax refund					
24. Miscellaneous income				4,994	
25. Crop Hail Contingency Commission					
26.					
27. Total (items 18 through 26)					\$ 17,030
28. Total income (items 8, 17 and 27)					\$ 338,557
29. Total assets and income (item 1 plus item 28)					\$ 2,723,896

\*Includes \$ \_\_\_\_\_ For association's occupancy of its own buildings

**DECEMBER 31, 2020**

1. Amount brought forward from line 29 page 2

\$ 2,723,896

**DISBURSEMENTS - DECREASES IN LEDGER ASSETS**

	(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsurance Recovered	(4) Net Losses Paid (1 + 2 - 3 = 4)
2. Fire.	\$ 310,167	\$	\$	\$ 310,167
3. Windstorm	12,038			12,038
4. Crop Hail				
5. Homeowners Assumed	xxxxxxx			
6. Totals	\$ 322,206	\$	\$	\$ 322,206

7. Received from aggregate excess loss reinsurance 96,406

8. Total of all net losses (line 6, col.4 - line 7 = line 8) \$ 225,800

**OPERATING EXPENSE**

9. Loss Adjustment Expenses	8,750									
10. Commissions										
11. Advertising	3,811									
12. Boards, bureaus and associations	4,044									
13. Inspection and loss prevention										
14. Salaries of officers.	47,000									
15. Expenses of officers										
16. Salaries of office employees										
17. Employee welfare	29,321									
18. Insurance	5,275									
19. Directors' compensation	550									
20. Directors' expenses										
21. Rent and rent items	2,925									
22. Equipment										
23. Printing, stationery and supplies	498									
24. Postage and telephone	1,423									
25. Legal and auditing	1,705									
26. State insurance taxes	<table border="0" style="width:100%"> <tr> <td style="width:30%">June 1</td> <td style="width:30%">March 1</td> <td style="width:30%">August 15</td> <td></td> </tr> <tr> <td></td> <td align="right">1,319</td> <td></td> <td align="right">2,163</td> </tr> </table>	June 1	March 1	August 15			1,319		2,163	3,482
June 1	March 1	August 15								
	1,319		2,163							
27. Insurance Division licenses and fees	110									
28. Payroll taxes	3,659									
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	1,463									
b Donations/Contributions	1,450									
c Data Processing Support	4,376									
d Over and Short	(3)									
34. .										

35. Total operating expense (items 9 through 34) \$ 119,839

**NON-OPERATING EXPENSE**

36. Borrowed money repaid								
37. Depreciation on real estate								
38. Loss on sale of investments								
39. Federal income tax	<table border="0" style="width:100%"> <tr> <td style="width:30%">Prior year</td> <td style="width:30%">Current year</td> <td></td> </tr> <tr> <td></td> <td></td> <td align="right">9,739</td> </tr> </table>	Prior year	Current year				9,739	9,739
Prior year	Current year							
		9,739						
40. Premium collections transmitted to other companies								
41. Commissions paid agents for other companies								
42. Decrease in ledger liabilities								
43. .								

44. Total non-operating expense (items 36 through 43) \$ 9,739

45. Total disbursements (items 8, 35 and 44) \$ 355,378

46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4 \$ 2,368,518

## 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)	\$ 183,331			183,331	\$ 214,835
2. Stocks (schedule A-part 2).	59,414	7,942		67,356	\$ 36,234
3. Bank Balances					
3.1 Subject to check (C-1)	285,773			285,773	\$ 302,284
3.2 On interest (C-2)	1,840,000			1,840,000	\$ 1,840,000
4. Mortgage loans (schedule D)					
4.1 First liens					
4.2 Other than first					
5. Collateral loans (schedule E)					
6. Real estate (schedule F)					
7. Cash in office					
8. Unpaid Premiums					
8.1 Due before November 1			235	xxxxxxx	
8.2 Due after November 1		1,576		1,576	\$ 290
9. Bills receivable				xxxxxxx	
10. Agents' balances					
11. Reinsurance receivable on paid losses		800		800	
12. Accrued interest	xxxxxxx	7,129		7,129	\$ 7,779
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					
19. .					
20. .					
21. .					
22. Totals	\$ 2,368,518	\$ 17,447	\$ 235	\$ 2,385,964	\$ 2,401,422

**LIABILITIES - DECEMBER 31, 2020**

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 110,000		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	110,000		
4. Less: reinsurance recoverable on unpaid losses	110,000		
5. Net unpaid claims		\$	\$ 17,476
6. Unpaid adjusting expenses			
7. Ceded reinsurance balances payable		13,010	13,868
8. Unpaid salaries and commissions			
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		1,096	1,108
12. Taxes payable: Real Estate			
Federal Income			
Premium			
Other		(985)	(782)
13. Other unpaid expenses		936	1,384
14. Premiums collected for other companies - not remitted		702	690
15. Premiums received in advance		5,839	6,952
*16. Unearned premium reserve		174,065	172,838
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 194,663	\$ 213,534
20. Surplus		\$ 2,191,302	\$ 2,187,888
21. Total liabilities and surplus		\$ 2,385,964	\$ 2,401,422

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

\*Method of calculation: 40%

Forty percent [(page 2,line2, column 1 + line 3, column 1 + line 5, column 2) + (page 4, line 8.2, column 4) - Reserve (page 5, line 15) - (page 4, line 8.2, column 4 prior year) + (page 5, line 15 prior year) - (any service fees included as premium income)] = Unearned Premium

$$40\% \times (432,764) + 1576 - 5839 - 290 + 6952 = 174,065$$

## HISTORICAL INFORMATION

	2020	2019	2018	2017	2016
<b>Gross Premium</b>					
Fire	210,572	210,205	203,826	194,773	177,163
Windstorm	222,192	222,277	215,967	205,633	187,031
Crop Hail	-		61,639	65,848	53,632
Total	432,764	432,482	481,432	466,254	417,826
<b>Net Premiums Written</b>					
Fire	210,572	210,205	203,826	194,773	177,163
Windstorm	222,192	222,277	215,967	205,633	187,031
Crop Hail	-		13,853	14,619	12,251
Total	432,764	432,482	433,646	415,025	376,445
Total Net of Agg	276,060	266,142	268,857	247,851	215,212
<b>Gross Losses Paid</b>					
Fire	310,167	31,790	80,804	101,895	21,741
Windstorm	12,038	7,617	25,848	27,057	56,822
Crop Hail	-		73,741	1,880	2,108
Total	322,206	39,407	180,393	130,832	80,671
<b>Net Losses Paid</b>					
Fire	310,167	31,790	80,804	101,295	21,741
Windstorm	12,038	7,617	25,848	27,057	56,822
Crop Hail	-				
Total	322,206	39,407	106,652	128,352	78,563
Total Net of Agg	225,800	39,407	106,652	128,352	50,949
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	147.3%	15.1%	39.6%	52.3%	12.3%
Windstorm Losses/Windstorm Prem	5.4%	3.4%	12.0%	13.2%	30.4%
Crop Hail Losses/Crop Hail Prem	0.0%	0.0%	119.6%	2.9%	3.9%
Total Losses/Total Prem	74.5%	9.1%	37.5%	28.1%	19.3%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	147.3%	15.1%	39.6%	52.0%	12.3%
Windstorm Losses/Windstorm Prem	5.4%	3.4%	12.0%	13.2%	30.4%
Crop Hail Losses/Crop Hail Prem	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	74.5%	9.1%	24.6%	30.9%	20.9%
Tot Net Agg Losses/Tot Net Agg Prem	81.8%	14.8%	39.7%	51.8%	23.7%
<b>Balance Sheet Items</b>					
Total Admitted Assets	2,385,964	2,401,422	2,254,799	2,175,836	2,139,938
Liabilities	194,663	213,534	193,614	234,756	185,517
Surplus	2,191,302	2,187,888	2,061,185	1,941,080	1,954,421
Bonds	183,331	214,835	216,278	243,114	244,623
Stocks	67,356	36,234	36,242	10,717	10,337
Real Estate	-				
Unpaid Premium (line 8.1)	-	513			1,358
Unpaid Premium (line 8.2)	1,576	290	303	218	3,769
Agents' Balances	-				
Unearned Premium	174,065	172,838	169,939	154,291	142,247
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	8%	9%	10%	11%	11%
Stocks/Admitted Assets	3%	2%	2%	0%	0%
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%
<b>Income/Disbursement Items</b>					
Total Income	338,557	317,946	312,896	290,706	262,125
Total Disbursements	355,378	172,452	233,374	253,345	172,801
Operating Expense	119,839	127,630	116,118	114,156	113,145
Commissions	-				
Investment Income	45,466	39,665	32,575	29,069	34,124
Salaries (lines 14-17)	76,321	74,035	70,580	69,097	65,964
<b>Other</b>					
Gross Risk in Force	142,067,455	139,619,213	136,798,024	133,746,460	125,578,398
Number of Policies	419	420	413	404	396
Operating Expense/Net Premium	43%	48%	43%	46%	53%