

December 31, 2020 - Annual Statement

Iowa Company Number: 0088

Castle Grove Mutual Insurance Association

Duff Coleman
101 E. 10th St., Box 67
Monticello IA 52310

DECEMBER 31, 2020

1. Ledger Assets, December 31 of previous year, Total column 1, page 4..... \$ 2,469,091

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.....	\$ 1,290,914	\$	\$ 1,290,914
3. Windstorm.....			
4. Crop Hail.....			
Homeowner 5. Assumed.....	XXXXXXX		
6. Totals.....	\$ 1,290,914	\$	\$ 1,290,914

7. Aggregate excess loss reinsurance paid..... 447,060

8. Total net assessment, premiums and fees (line 6, col. 4-line 7 = line 8) \$ 843,854

9. Net interest received on bonds..... 48,409

10. Increase in adjustment of bonds 998, less
4,490 decrease in adjustment of bonds..... (3,492)

11. Dividends received..... 6,951

12. Interest received on bank deposits (schedule C-2, column 7)..... 1

13. Interest received on mortgage loans (schedule D, column 6).....

14. Other interest.....

15. Profit on sale of investment..... 20,614

16. Rents received*..... 6,000

17. Total income from investments (items 9 through 16)..... \$ 78,483

18. Borrowed money.....

19. Premiums collected for other companies (less refunds)..... 82,398

20. Checks charged off.....

21. Increase in ledger liabilities..... 47

22. Underwriting expense reimbursement.....

23. Federal income tax refund..... 2,981

24. Miscellaneous income..... 23,500

25. Crop Hail Contingency Commission.....

26.

27. Total (items 18 through 26)..... \$ 108,926

28. Total income (items 8, 17, and 27)..... \$ 1,031,263

29. Total assets and income (item 1 plus item 28)..... \$ 3,500,354

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

DECEMBER 31, 2020

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

\$ 3,500,354

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.....	\$ 307,604	\$	\$ 307,604
3. Windstorm.....	1,892,836		1,892,836
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 2,200,440	\$	\$ 2,200,440

7. Received from aggregate excess loss reinsurance..... 1,327,820

8. Total of all net losses (line 6, column 4 - line 7 = line 8)..... \$ 872,620

OPERATING EXPENSE

9. Loss Adjustment Expenses.....	<u>20,525</u>
10. Commissions.....	<u>141,142</u>
11. Advertising.....	<u>1,784</u>
12. Boards, bureaus and associations.....	<u>7,938</u>
13. Inspection and loss prevention.....	<u>27,298</u>
14. Salaries of officers.....	<u>49,704</u>
15. Expenses of officers.....	
16. Salaries of office employees.....	<u>32,676</u>
17. Employee welfare.....	<u>16,118</u>
18. Insurance.....	<u>14,841</u>
19. Directors' compensation.....	<u>2,400</u>
20. Directors' expenses.....	
21. Rent and rent items.....	<u>3,600</u>
22. Equipment.....	<u>9,801</u>
23. Printing, stationery and supplies.....	<u>3,552</u>
24. Postage and telephone	<u>5,519</u>
25. Legal and auditing.....	<u>9,500</u>
26. State insurance taxes (March 1, 344) (June 1, 6,446) (August 15, 6,446)	<u>13,236</u>
27. Insurance Division licenses and fees.....	<u>230</u>
28. Payroll taxes.....	<u>12,475</u>
29. All other taxes (excluding Federal income).....	<u>15</u>
30. Real estate expenses.....	<u>6,315</u>
31. Real estate taxes.....	<u>2,736</u>
32. Interest on borrowed money.....	
33. Miscellaneous.....	<u>13,125</u>
a. Annual Meeting.....	<u>487</u>
b. Donations/Contributions.....	<u>705</u>
c. Travel and Travel Items.....	<u>345</u>
d. Over and Short.....	<u>4</u>
34.	
35. Total operating expense (items 9 through 34).....	\$ <u>396,071</u>

NON-OPERATING EXPENSE

36. Borrowed money repaid.....	
37. Depreciation on real estate.....	<u>3,314</u>
38. Loss on sale of investments.....	<u>10,268</u>
39. Federal income tax Prior year, 0 Current year, 0	
40. Premium collections transmitted to other companies.....	<u>66,000</u>
41. Commission paid agents for other companies.....	<u>12,461</u>
42. Decrease in ledger liabilities.....	
43. Federal income tax penalty/interest.....	<u>(22)</u>
44. Total non-operating expense (items 36 through 43).....	<u>92,021</u>
45. Total disbursements (items 8, 35, and 44).....	\$ <u>1,360,712</u>
46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4...	\$ <u>2,139,642</u>

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).....	\$ 1,433,142	\$	\$	\$ 1,433,142	\$ 1,492,161
2. Stocks (schedule A-part 2).....	587,305	427,203		1,014,508	1,002,378
3. Bank Balances					
3.1 Subject to check(C-I).....	71,808			71,808	148,669
3.2 On interest (C-2).....					9,862
4. Mortgage loans (schedule D)					
4.1 First liens.....					
4.2 Other than first.....					
5. Collateral loans (schedule E).....					
6. Real estate (schedule F).....	46,747			46,747	38,184
7. Cash in office.....	25			25	25
8. Unpaid Premiums					
8.1 Due before November 1...				X X X X X X	X X X X X X
8.2 Due after November 1.....		5,022		5,022	1,078
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.....		160,662		160,662	32,047
12. Accrued interest.....	X X X X X X	10,647		10,647	9,680
13. Accrued rent due.....	X X X X X X				
14. Equipment and furniture.....	619		619	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. Service fees & misc receivables.					9,553
21. Prepaid Reins. & other assets....					
22. Totals.....	\$ 2,139,646	\$ 603,534	\$ 619	\$ 2,742,561	\$ 2,743,637

*Bonds are amortized through 12/31/2020.

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 520,970		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	520,970		
4. Less: reinsurance recoverable on unpaid losses.....	489,738		
5. Net unpaid claims.....		\$ 31,232	\$ 89,160
6. Unpaid adjusting expenses.....		11,600	4,200
7. Ceded reinsurance balances payable.....		37,024	39,803
8. Unpaid salaries and commissions.....		13,575	15,319
9. Borrowed money.....			
10. Interest due on borrowed money.....			
11. Amounts withheld for the account of others.....			
12. Taxes payable: Real estate.....		2,736	2,836
Federal Income.....			
Premium.....		17	344
Other.....		-	-
13. Other unpaid expenses.....		1,842	2,144
14. Premiums collected for other companies - not remitted.....		5,965	5,377
15. Premiums received in advance.....		28,655	28,395
16.* Unearned premium reserve.....		507,000	500,000
17. Service Fees and Employee Benefits Payable.....		10,290	1,652
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ 649,936	\$ 689,230
20. Surplus.....		\$ 2,092,625	\$ 2,054,407
21. Total liabilities and surplus.....		\$ 2,742,561	\$ 2,743,637

(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.....	1,276,223	1,274,087	1,239,238	1,259,324	1,249,476
Windstorm.....	14,691	15,003	15,315	15,715	15,722
Crop Hail.....	0	0	0	0	0
Total.....	1,290,914	1,289,090	1,254,553	1,275,039	1,265,198
Net Premium Written					
Fire.....	1,276,223	1,274,087	1,239,238	1,259,324	1,248,687
Windstorm.....	14,691	15,003	15,315	15,715	15,722
Crop Hail.....	0	0	0	0	0
Total.....	1,290,914	1,289,090	1,254,553	1,275,039	1,264,409
Total Net of Agg.....	843,854	808,427	827,459	700,476	666,692
Gross Losses Paid					
Fire.....	307,604	602,158	223,228	68,492	120,289
Windstorm.....	1,892,836	192,863	48,241	173,853	143,651
Crop Hail.....	0	0	0	0	0
Total.....	2,200,440	795,021	271,469	242,345	263,940
Net Losses Paid					
Fire.....	307,604	602,158	223,228	68,492	120,289
Windstorm.....	1,892,836	192,863	48,241	173,853	143,651
Crop Hail.....	0	0	0	0	0
Total.....	2,200,440	795,021	271,469	242,345	263,940
Total Net of Agg.....	872,620	492,901	271,469	242,345	191,772
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	24 %	47 %	18 %	5 %	10 %
Windstorm Losses/Windstorm Prem.....	12,884 %	1,285 %	315 %	1,106 %	914 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	170 %	62 %	22 %	19 %	21 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	24 %	47 %	18 %	5 %	10 %
Windstorm Losses/Windstorm Prem.....	12,884 %	1,285 %	315 %	1,106 %	914 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	170 %	62 %	22 %	19 %	21 %
Total Net Agg Losses/Total Net Ag Prem	103 %	61 %	33 %	35 %	29 %
Balance Sheet Items					
Total Admitted Assets.....	2,742,560	2,743,639	2,646,704	2,524,616	2,232,674
Liabilities.....	649,937	689,229	877,072	612,302	608,510
Surplus.....	2,092,623	2,054,410	1,769,632	1,912,314	1,624,164
Bonds.....	1,433,142	1,492,161	1,596,528	1,244,473	1,068,890
Stocks.....	1,014,508	1,002,378	743,933	964,901	820,360
Real Estate.....	46,747	38,184	38,586	42,239	38,218
Unpaid Premium(line 8.1).....	0	0	1,598	0	0
Unpaid Premium(line 8.2).....	5,022	1,078	1,975	1,797	1,058
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	507,000	500,000	494,000	495,000	493,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	52 %	54 %	60 %	49 %	48 %
Stocks/Admitted Assets.....	37 %	37 %	28 %	38 %	37 %
Real Estate/Admitted Assets.....	2 %	1 %	1 %	2 %	2 %
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.....	1,031,265	986,897	1,036,699	872,771	883,801
Total Disbursements.....	1,360,710	1,003,199	768,019	712,922	712,772
Operating Expense.....	396,070	410,262	406,470	378,761	400,357
Commissions.....	141,142	158,855	156,452	157,548	153,809
Investment Income.....	78,484	94,788	128,614	85,408	134,748
Salaries (lines 14-17).....	98,498	94,450	94,465	94,104	95,904
Other					
Gross Risk in Force.....	319,694,992	317,999,846	302,733,987	301,628,014	294,490,287
Number of Policies.....	504	557	567	576	579
Operating Expense/Net Premium.....	47 %	51 %	49 %	54 %	60 %