

December 31, 2020 - Annual Statement

Iowa Company Number: 0107

Marion County Mutual Insurance Association

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303 East Main St., P.O. Box 503
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DECEMBER 31, 2020

1. Ledger Assets, December 31 of previous year, Total column 1, page 4.....				\$ <u>2,019,565</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.....	\$ 1,685,816	\$	\$	\$ 1,685,816
3. Windstorm.....	22,840			22,840
4. Crop Hail.....				
Homeowner 5. Assumed	XXXXXXXX			
6. Totals.....	\$ 1,708,656	\$	\$	\$ 1,708,656
7. Aggregate excess loss reinsurance paid.....				<u>491,056</u>
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)				\$ <u>1,217,600</u>
9. Net interest received on bonds.....				<u>35,104</u>
10. Increase in adjustment of bonds <u>1,741</u> , less <u>5,983</u> decrease in adjustment of bonds.....				<u>(4,242)</u>
11. Dividends received.....				<u>31,309</u>
12. Interest received on bank deposits (schedule C-2, column 7).....				<u>472</u>
13. Interest received on mortgage loans (schedule D, column 6).....				<u> </u>
14. Other interest.....				<u> </u>
15. Profit on sale of investment.....				<u>51,849</u>
16. Rents received*.....				<u>3,600</u>
17. Total income from investments (items 9 through 16).....				\$ <u>118,092</u>
18. Borrowed money.....				<u> </u>
19. Premiums collected for other companies (less refunds).....				<u>145,482</u>
20. Checks charged off.....				<u> </u>
21. Increase in ledger liabilities.....				<u> </u>
22. Underwriting expense reimbursement.....				<u> </u>
23. Federal income tax refund.....				<u> </u>
24. Miscellaneous income.....				<u> </u>
25. Crop Hail Contingency Commission.....				<u> </u>
26.				<u> </u>
27. Total (items 18 through 26).....				\$ <u>145,482</u>
28. Total income (items 8, 17, and 27).....				\$ <u>1,481,174</u>
29. Total assets and income (item 1 plus item 28).....				\$ <u><u>3,500,739</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.....

\$ 3,500,739

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.....	\$ 452,647	\$	\$ 452,647
3. Windstorm.....	548,872		548,872
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 1,001,519	\$	\$ 1,001,519

7. Received from aggregate excess loss reinsurance..... 281,720

8. Total of all net losses (line 6, column 4 - line 7 = line 8)..... \$ 719,799

OPERATING EXPENSE

9. Loss Adjustment Expenses.....	<u>61,290</u>
10. Commissions.....	<u>247,145</u>
11. Advertising.....	<u>3,549</u>
12. Boards, bureaus and associations.....	<u>7,941</u>
13. Inspection and loss prevention.....	<u>32,985</u>
14. Salaries of officers.....	<u>49,528</u>
15. Expenses of officers.....	
16. Salaries of office employees.....	<u>75,840</u>
17. Employee welfare.....	<u>65,648</u>
18. Insurance.....	<u>13,278</u>
19. Directors' compensation.....	<u>5,550</u>
20. Directors' expenses.....	<u>876</u>
21. Rent and rent items.....	<u>3,600</u>
22. Equipment.....	<u>11,419</u>
23. Printing, stationery and supplies.....	<u>12,959</u>
24. Postage and telephone	<u>10,579</u>
25. Legal and auditing.....	<u>12,265</u>
26. State insurance taxes (March 1, 1,203) (June 1, 8,108) (August 15, 8,108)	<u>17,419</u>
27. Insurance Division licenses and fees.....	<u>704</u>
28. Payroll taxes.....	<u>13,302</u>
29. All other taxes (excluding Federal income).....	
30. Real estate expenses.....	<u>245</u>
31. Real estate taxes.....	<u>862</u>
32. Interest on borrowed money.....	
33. Miscellaneous.....	<u>13,607</u>
a. Annual Meeting.....	
b. Donations/Contributions.....	
c. Travel and Travel Items.....	<u>1,575</u>
d. Over and Short.....	

34.

35. Total operating expense (items 9 through 34)..... \$ 662,166

NON-OPERATING EXPENSE

36. Borrowed money repaid.....	
37. Depreciation on real estate.....	<u>501</u>
38. Loss on sale of investments.....	<u>53,827</u>
39. Federal income tax Prior year, 13,179 Current year, 16,724	<u>29,903</u>
40. Premium collections transmitted to other companies.....	<u>117,276</u>
41. Commission paid agents for other companies.....	<u>22,345</u>
42. Decrease in ledger liabilities.....	<u>2,997</u>
43. Federal income tax penalty/interest.....	

44. Total non-operating expense (items 36 through 43)..... 226,849

45. Total disbursements (items 8, 35, and 44)..... \$ 1,608,814

46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4... \$ 1,891,925

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).....	\$ 1,098,408	\$	\$	\$ 1,098,408	\$ 836,813
2. Stocks (schedule A-part 2).....	455,568	651,736		1,107,304	1,481,934
3. Bank Balances					
3.1 Subject to check(C-I).....	296,000			296,000	368,320
3.2 On interest (C-2).....	22,135			22,135	72,957
4. Mortgage loans (schedule D)					
4.1 First liens.....					
4.2 Other than first.....					
5. Collateral loans (schedule E).....					
6. Real estate (schedule F).....	11,839			11,839	12,341
7. Cash in office.....	249			249	293
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.....		14,155		14,155	8,144
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.....		39,870		39,870	57,702
12. Accrued interest.....	X X X X X X	10,213		10,213	8,638
13. Accrued rent due.....	X X X X X X				
14. Equipment and furniture.....	2,731		2,731	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.....	4,996			4,996	8,326
20. Service fees & misc receivables..					
21. Prepaid Reins. & other assets....					
22. Totals.....	\$ 1,891,926	\$ 715,974	\$ 2,731	\$ 2,605,169	\$ 2,855,468

*Bonds are amortized through 12/31/20.

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 101,000		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	101,000		
4. Less: reinsurance recoverable on unpaid losses.....	101,000		
5. Net unpaid claims.....		\$	\$
6. Unpaid adjusting expenses.....		4,500	4,800
7. Ceded reinsurance balances payable.....		41,065	39,474
8. Unpaid salaries and commissions.....		20,674	23,059
9. Borrowed money.....			
10. Interest due on borrowed money.....			
11. Amounts withheld for the account of others.....			
12. Taxes payable: Real estate.....		862	840
Federal Income.....			14,000
Premium.....		871	1,203
Other.....		140	140
13. Other unpaid expenses.....		566	645
14. Premiums collected for other companies - not remitted.....		10,825	9,811
15. Premiums received in advance.....		24,776	17,583
16.* Unearned premium reserve.....		665,000	632,000
17. Service Fees and Employee Benefits Payable.....			
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ 769,279	\$ 743,555
20. Surplus.....		\$ 1,835,890	\$ 2,111,913
21. Total liabilities and surplus.....		\$ 2,605,169	\$ 2,855,468

(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.....	1,685,816	1,598,804	1,480,071	1,377,953	1,388,069
Windstorm.....	22,840	22,653	21,034	19,410	17,896
Crop Hail.....	0	0	0	0	0
Total.....	1,708,656	1,621,457	1,501,105	1,397,363	1,405,965
Net Premium Written					
Fire.....	1,685,816	1,598,804	1,480,071	1,377,953	1,388,069
Windstorm.....	22,840	22,653	21,034	19,410	17,896
Crop Hail.....	0	0	0	0	0
Total.....	1,708,656	1,621,457	1,501,105	1,397,363	1,405,965
Total Net of Agg.....	1,217,600	1,148,551	1,035,902	962,981	868,184
Gross Losses Paid					
Fire.....	452,647	639,413	312,484	783,657	92,815
Windstorm.....	548,872	930,217	575,554	1,054,486	95,937
Crop Hail.....	0	0	0	0	0
Total.....	1,001,519	1,569,630	888,038	1,838,143	188,752
Net Losses Paid					
Fire.....	452,647	639,413	312,484	783,657	92,815
Windstorm.....	548,872	930,217	575,554	1,054,486	95,937
Crop Hail.....	0	0	0	0	0
Total.....	1,001,519	1,569,630	888,038	1,838,143	188,752
Total Net of Agg.....	719,799	883,361	543,408	854,141	188,752
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	27 %	40 %	21 %	57 %	7 %
Windstorm Losses/Windstorm Prem.....	2,403 %	4,106 %	2,736 %	5,433 %	536 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	59 %	97 %	59 %	132 %	13 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	27 %	40 %	21 %	57 %	7 %
Windstorm Losses/Windstorm Prem.....	2,403 %	4,106 %	2,736 %	5,433 %	536 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	59 %	97 %	59 %	132 %	13 %
Total Net Agg Losses/Total Net Ag Prem	59 %	77 %	52 %	89 %	22 %
Balance Sheet Items					
Total Admitted Assets.....	2,605,169	2,855,467	2,832,637	3,078,735	3,162,066
Liabilities.....	769,280	743,555	728,908	640,956	657,167
Surplus.....	1,835,889	2,111,912	2,103,729	2,437,779	2,504,899
Bonds.....	1,098,408	836,813	932,166	939,181	946,197
Stocks.....	1,107,303	1,481,934	1,296,819	1,503,827	1,374,017
Real Estate.....	11,839	12,341	13,732	15,123	16,514
Unpaid Premium(line 8.1).....	0	0	0	0	0
Unpaid Premium(line 8.2).....	14,155	8,144	12,260	11,410	7,843
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	665,000	632,000	586,000	541,000	550,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	42 %	29 %	33 %	31 %	30 %
Stocks/Admitted Assets.....	43 %	52 %	46 %	49 %	43 %
Real Estate/Admitted Assets.....	0 %	0 %	0 %	0 %	1 %
Unpaid Prem (line 8.2)/Admitted Assets.....	1 %	0 %	0 %	0 %	0 %
Agents' Balances/Admitted Assets.....	0 %	0 %	0 %	0 %	0 %
Income/Disbursement Items					
Total Income.....	1,481,175	1,448,424	1,246,315	1,190,473	1,104,737
Total Disbursements.....	1,608,813	1,646,407	1,249,101	1,523,238	911,144
Operating Expense.....	662,165	623,235	579,860	550,455	517,320
Commissions.....	247,145	236,771	215,110	202,572	202,170
Investment Income.....	118,093	154,742	71,944	86,676	104,605
Salaries (lines 14-17).....	191,016	179,059	180,387	177,289	160,592
Other					
Gross Risk in Force.....	596,275,648	572,524,149	518,157,108	464,448,122	430,110,000
Number of Policies.....	1,439	1,427	1,361	1,264	1,209
Operating Expense/Net Premium.....	54 %	54 %	56 %	57 %	60 %