

December 31, 2020 - Annual Statement

Iowa Company Number: 0112

White Pigeon Mutual Insurance Association

Ben Brown

105 West 4th St., P.O. Box 10

Wilton IA 52778

DECEMBER 31, 2020

1. Ledger Assets, December 31 of previous year, Total column 1, page 4.....					\$ <u>3,819,578</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.....	\$ 868,145	\$	\$	\$ 868,145		
3. Windstorm.....	1,966,579			1,966,579		
4. Crop Hail.....						
Homeowner 5. Assumed.....	XXXXXXXX					
6. Totals.....	\$ 2,834,724	\$	\$	\$ 2,834,724		
7. Aggregate excess loss reinsurance paid.....					<u>761,557</u>	
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)						\$ <u>2,073,167</u>
9. Net interest received on bonds.....					<u>95,271</u>	
10. Increase in adjustment of bonds <u>1,461</u> , less <u>12,529</u> decrease in adjustment of bonds.....					<u>(11,068)</u>	
11. Dividends received.....					<u>39,323</u>	
12. Interest received on bank deposits (schedule C-2, column 7).....					<u>1,506</u>	
13. Interest received on mortgage loans (schedule D, column 6).....					<u> </u>	
14. Other interest.....					<u>21</u>	
15. Profit on sale of investment.....					<u>13,060</u>	
16. Rents received*					<u>12,000</u>	
17. Total income from investments (items 9 through 16).....						\$ <u>150,113</u>
18. Borrowed money.....					<u>150,100</u>	
19. Premiums collected for other companies (less refunds).....					<u>261,588</u>	
20. Checks charged off.....					<u> </u>	
21. Increase in ledger liabilities.....					<u>409</u>	
22. Underwriting expense reimbursement.....					<u> </u>	
23. Federal income tax refund.....					<u>20,700</u>	
24. Miscellaneous income.....					<u> </u>	
25. Crop Hail Contingency Commission.....					<u> </u>	
26.					<u> </u>	
27. Total (items 18 through 26).....						\$ <u>432,797</u>
28. Total income (items 8, 17, and 27).....						\$ <u>2,656,077</u>
29. Total assets and income (item 1 plus item 28).....						\$ <u><u>6,475,655</u></u>

*Includes \$7,200 for association's occupancy of its own buildings.

DECEMBER 31, 2020

1. Amount brought forward from line 29 page 2..... \$ 6,475,655

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.....	\$ 391,266	\$	\$ 391,266
3. Windstorm.....	10,646,352		1,142,530
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 11,037,618	\$ 9,503,822	\$ 1,533,796

7. Received from aggregate excess loss reinsurance.....
 8. Total of all net losses (line 6, column 4 - line 7 = line 8)..... \$ 1,533,796

OPERATING EXPENSE

9. Loss Adjustment Expenses.....	73,915
10. Commissions.....	376,682
11. Advertising.....	16,827
12. Boards, bureaus and associations.....	10,419
13. Inspection and loss prevention.....	56,828
14. Salaries of officers.....	90,430
15. Expenses of officers.....	
16. Salaries of office employees.....	113,911
17. Employee welfare.....	29,981
18. Insurance.....	24,140
19. Directors' compensation.....	5,215
20. Directors' expenses.....	2,207
21. Rent and rent items.....	7,200
22. Equipment.....	42,203
23. Printing, stationery and supplies.....	10,437
24. Postage and telephone	13,219
25. Legal and auditing.....	19,537
26. State insurance taxes (March 1, 1,663) (June 1, 13,238) (August 15, 13,238)	28,139
27. Insurance Division licenses and fees.....	280
28. Payroll taxes.....	23,711
29. All other taxes (excluding Federal income).....	
30. Real estate expenses.....	8,283
31. Real estate taxes.....	1,926
32. Interest on borrowed money.....	1,806
33. Miscellaneous.....	2,331
a. Annual Meeting.....	(152)
b. Donations/Contributions.....	1,587
c. Travel and Travel Items.....	
d. Over and Short.....	6

34.
 35. Total operating expense (items 9 through 34)..... \$ 961,068

NON-OPERATING EXPENSE

36. Borrowed money repaid.....	150,100
37. Depreciation on real estate.....	1,707
38. Loss on sale of investments.....	
39. Federal income tax Prior year, 0 Current year, 0	
40. Premium collections transmitted to other companies.....	207,375
41. Commission paid agents for other companies.....	38,443
42. Decrease in ledger liabilities.....	
43. Federal income tax penalty/interest.....	
44. Total non-operating expense (items 36 through 43).....	397,625

45. Total disbursements (items 8, 35, and 44)..... \$ 2,892,489
 46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4... \$ 3,583,166

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).....	\$ 1,914,924	\$	\$	\$ 1,914,924	\$ 2,166,263
2. Stocks (schedule A-part 2).....	1,108,883	1,224,517		2,333,400	2,114,283
3. Bank Balances					
3.1 Subject to check(C-I).....	243,935			243,935	94,744
3.2 On interest (C-2).....	218,527			218,527	398,959
4. Mortgage loans (schedule D)					
4.1 First liens.....					
4.2 Other than first.....					
5. Collateral loans (schedule E).....					
6. Real estate (schedule F).....	54,954			54,954	56,680
7. Cash in office.....	100			100	100
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.....		6,023		6,023	4,156
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.....		8,283		8,283	
12. Accrued interest.....	X X X X X X	23,851		23,851	27,608
13. Accrued rent due.....	X X X X X X				
14. Equipment and furniture.....	1,612		1,612	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.....	31,327		31,327	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.....	6,819			6,819	1,547
20. Service fees & misc receivables.					
21. Prepaid Reins. & other assets....	2,085			2,085	2,712
22. Totals.....	\$ 3,583,166	\$ 1,262,674	\$ 32,939	\$ 4,812,901	\$ 4,867,052

*Bonds are amortized through 12/31/2020

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 3,114,019		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	<u>3,114,019</u>		
4. Less: reinsurance recoverable on unpaid losses.....	<u>3,114,019</u>		
5. Net unpaid claims.....		\$	\$ 189,268
6. Unpaid adjusting expenses.....		<u>5,573</u>	<u>3,800</u>
7. Ceded reinsurance balances payable.....		<u>63,495</u>	<u>62,915</u>
8. Unpaid salaries and commissions.....		<u>26,421</u>	<u>32,629</u>
9. Borrowed money.....			
10. Interest due on borrowed money.....			
11. Amounts withheld for the account of others.....			
12. Taxes payable: Real estate.....		<u>1,926</u>	<u>1,984</u>
Federal Income.....			
Premium.....		<u>1,871</u>	<u>1,663</u>
Other.....			
13. Other unpaid expenses.....		<u>9,638</u>	<u>2,039</u>
14. Premiums collected for other companies - not remitted.....		<u>14,422</u>	<u>11,161</u>
15. Premiums received in advance.....		<u>38,080</u>	<u>35,402</u>
16. *Unearned premium reserve.....		<u>1,067,000</u>	<u>998,000</u>
17. Service Fees and Employee Benefits Payable.....		<u>71,942</u>	<u>62,922</u>
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ <u>1,300,368</u>	\$ <u>1,401,783</u>
20. Surplus.....		\$ <u>3,512,533</u>	\$ <u>3,465,269</u>
21. Total liabilities and surplus.....		\$ <u>4,812,901</u>	\$ <u>4,867,052</u>

(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.....	868,145	847,862	884,586	884,199	975,235
Windstorm.....	1,966,579	1,799,614	1,596,660	1,496,320	1,311,383
Crop Hail.....	0	0	0	0	0
Total.....	2,834,724	2,647,476	2,481,246	2,380,519	2,286,618
Net Premium Written					
Fire.....	868,145	847,862	883,965	882,337	973,970
Windstorm.....	1,966,579	1,799,614	1,596,039	1,494,458	1,310,119
Crop Hail.....	0	0	0	0	0
Total.....	2,834,724	2,647,476	2,480,004	2,376,795	2,284,089
Total Net of Agg.....	2,073,167	1,892,546	1,728,276	1,653,615	1,592,752
Gross Losses Paid					
Fire.....	391,266	909,172	554,783	275,840	401,197
Windstorm.....	10,646,352	301,364	605,195	2,057,109	1,025,123
Crop Hail.....	0	0	0	0	0
Total.....	11,037,618	1,210,536	1,159,978	2,332,949	1,426,320
Net Losses Paid					
Fire.....	391,266	909,172	554,783	275,840	401,197
Windstorm.....	1,142,530	162,917	(38,051)	1,111,657	904,332
Crop Hail.....	0	0	0	0	0
Total.....	1,533,796	1,072,089	516,732	1,387,497	1,305,529
Total Net of Agg.....	1,533,796	1,072,089	516,732	1,091,144	1,305,529
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	45 %	107 %	63 %	31 %	41 %
Windstorm Losses/Windstorm Prem.....	541 %	17 %	38 %	137 %	78 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	389 %	46 %	47 %	98 %	62 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	45 %	107 %	63 %	31 %	41 %
Windstorm Losses/Windstorm Prem.....	58 %	9 %	(2)%	74 %	69 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	54 %	40 %	21 %	58 %	57 %
Total Net Agg Losses/Total Net Ag Prem	74 %	57 %	30 %	66 %	82 %
Balance Sheet Items					
Total Admitted Assets.....	4,812,903	4,867,049	4,441,191	4,028,777	3,873,914
Liabilities.....	1,300,368	1,401,783	1,324,664	1,108,612	1,072,842
Surplus.....	3,512,535	3,465,266	3,116,527	2,920,165	2,801,072
Bonds.....	1,914,924	2,166,263	2,113,760	1,975,548	2,129,049
Stocks.....	2,333,401	2,114,283	1,745,974	1,547,784	1,378,976
Real Estate.....	54,954	56,680	58,463	52,095	53,998
Unpaid Premium(line 8.1).....	0	0	0	339	0
Unpaid Premium(line 8.2).....	6,023	4,156	4,812	4,167	3,471
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	1,067,000	998,000	933,000	898,000	857,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	40 %	45 %	48 %	49 %	55 %
Stocks/Admitted Assets.....	48 %	43 %	39 %	38 %	36 %
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.....	2,656,076	2,281,895	2,140,735	2,278,687	1,948,300
Total Disbursements.....	2,892,487	2,216,580	1,631,693	2,176,420	2,446,899
Operating Expense.....	961,066	916,370	867,143	843,043	811,709
Commissions.....	376,682	378,093	337,470	327,006	314,307
Investment Income.....	150,112	172,180	165,786	292,202	159,719
Salaries (lines 14-17).....	234,322	221,378	220,893	217,057	205,211
Other					
Gross Risk in Force.....	812,397,422	811,501,144	759,673,143	722,884,543	685,001,530
Number of Policies.....	2,950	2,853	2,757	2,745	2,663
Operating Expense/Net Premium.....	46 %	48 %	50 %	51 %	51 %