

December 31, 2020 - Annual Statement

Iowa Company Number: 0160

Worth Mutual Insurance Association

Jayson Olson
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DECEMBER 31, 2020

1. Ledger Assets, December 31 of previous year, Total column 1, page 4.....				\$	<u>2,947,667</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.....	\$ 876,632	\$	\$	\$ 876,632		
3. Windstorm.....	876,632			876,632		
4. Crop Hail.....						
Homeowner 5. Assumed.....	XXXXXXXX					
6. Totals.....	\$ 1,753,264	\$	\$	\$ 1,753,264		
7. Aggregate excess loss reinsurance paid.....				<u>346,583</u>		
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8).....					\$	<u>1,406,681</u>
9. Net interest received on bonds.....				<u>58,407</u>		
10. Increase in adjustment of bonds <u>4,934</u> , less <u>1,223</u> decrease in adjustment of bonds.....				<u>3,711</u>		
11. Dividends received.....				<u>42,413</u>		
12. Interest received on bank deposits (schedule C-2, column 7).....				<u>554</u>		
13. Interest received on mortgage loans (schedule D, column 6).....						
14. Other interest.....						
15. Profit on sale of investment.....				<u>28,865</u>		
16. Rents received*.....				<u>10,000</u>		
17. Total income from investments (items 9 through 16).....					\$	<u>143,950</u>
18. Borrowed money.....						
19. Premiums collected for other companies (less refunds).....				<u>179,575</u>		
20. Checks charged off.....						
21. Increase in ledger liabilities.....						
22. Underwriting expense reimbursement.....						
23. Federal income tax refund.....						
24. Miscellaneous income.....				<u>485</u>		
25. Crop Hail Contingency Commission.....						
26.						
27. Total (items 18 through 26).....					\$	<u>180,060</u>
28. Total income (items 8, 17, and 27).....					\$	<u>1,730,691</u>
29. Total assets and income (item 1 plus item 28).....					\$	<u><u>4,678,358</u></u>

*Includes \$4,800 for association's occupancy of its own buildings.

DECEMBER 31, 2020

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

\$ 4,678,358

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.....	\$ 477,274	\$	\$ 477,274
3. Windstorm.....	124,722		124,722
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 601,996	\$	\$ 601,996

7. Received from aggregate excess loss reinsurance..... 97,580

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

\$ 504,416

OPERATING EXPENSE

9. Loss Adjustment Expenses.....	<u>34,413</u>
10. Commissions.....	<u>254,767</u>
11. Advertising.....	<u>7,016</u>
12. Boards, bureaus and associations.....	<u>7,559</u>
13. Inspection and loss prevention.....	<u>9,895</u>
14. Salaries of officers.....	<u>40,000</u>
15. Expenses of officers.....	
16. Salaries of office employees.....	<u>71,646</u>
17. Employee welfare.....	<u>18,194</u>
18. Insurance.....	<u>15,933</u>
19. Directors' compensation.....	<u>2,414</u>
20. Directors' expenses.....	
21. Rent and rent items.....	<u>8,700</u>
22. Equipment.....	<u>35,727</u>
23. Printing, stationery and supplies.....	<u>3,680</u>
24. Postage and telephone	<u>14,245</u>
25. Legal and auditing.....	<u>14,017</u>
26. State insurance taxes (March 1, 759) (June 1, 8,883) (August 15, 8,883)	<u>18,525</u>
27. Insurance Division licenses and fees.....	<u>567</u>
28. Payroll taxes.....	<u>13,413</u>
29. All other taxes (excluding Federal income).....	
30. Real estate expenses.....	<u>4,752</u>
31. Real estate taxes.....	<u>1,599</u>
32. Interest on borrowed money.....	
33. Miscellaneous.....	<u>1,791</u>
a. Annual Meeting.....	
b. Donations/Contributions.....	<u>4,974</u>
c. Travel and Travel Items.....	<u>2,315</u>
d. Over and Short.....	<u>1,404</u>

34.

35. Total operating expense (items 9 through 34).....

\$ 587,545

NON-OPERATING EXPENSE

36. Borrowed money repaid.....	
37. Depreciation on real estate.....	<u>3,283</u>
38. Loss on sale of investments.....	<u>27,921</u>
39. Federal income tax Prior year, 610 Current year, 16,600	<u>17,210</u>
40. Premium collections transmitted to other companies.....	<u>143,165</u>
41. Commission paid agents for other companies.....	<u>20,123</u>
42. Decrease in ledger liabilities.....	<u>6,350</u>
43. Federal income tax penalty/interest.....	

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

218,052

45. Total disbursements (items 8, 35, and 44).....

\$ 1,310,013

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

\$ 3,368,345

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).....	\$ 1,623,017	\$ 41,909	\$ 1,581,108	\$ 1,594,551
2. Stocks (schedule A-part 2).....	774,326	255,110	1,029,435	1,115,302
3. Bank Balances				
3.1 Subject to check(C-I).....	246,977		246,977	167,789
3.2 On interest (C-2).....	612,807		612,807	217,011
4. Mortgage loans (schedule D)				
4.1 First liens.....				
4.2 Other than first.....				
5. Collateral loans (schedule E).....				
6. Real estate (schedule F).....	104,922	54,385	50,537	52,038
7. Cash in office.....	50		50	50
8. Unpaid Premiums				
8.1 Due before Nov 1.....		189	X X X X X X	X X X X X X
8.2 Due after Nov 1.....		8,999	8,999	6,946
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.....				
12. Accrued interest.....	X X X X X X	15,215	15,215	15,383
13. Accrued rent due.....	X X X X X X			
14. Equipment and furniture.....			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.....	4,936	2,592	2,344	1,443
20. Service fees & misc receivables..				
21. Prepaid Reins. & other assets....	1,309		1,309	
22. Totals.....	\$ 3,368,344	\$ 279,512	\$ 3,548,781	\$ 3,170,513

*Bonds are amortized through 12/31/20.

LIABILITIES - DECEMBER 31, 2020

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 55,143		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	55,143		
4. Less: reinsurance recoverable on unpaid losses.....			
5. Net unpaid claims.....		\$ 55,143	\$ 5,250
6. Unpaid adjusting expenses.....		4,000	2,900
7. Ceded reinsurance balances payable.....		28,997	27,616
8. Unpaid salaries and commissions.....		20,802	1,078
9. Borrowed money.....			
10. Interest due on borrowed money.....			
11. Amounts withheld for the account of others.....			4,733
12. Taxes payable: Real estate.....		1,599	1,087
Federal Income.....		1,000	1,000
Premium.....		-	759
Other.....		-	907
13. Other unpaid expenses.....			
14. Premiums collected for other companies - not remitted.....		12,291	12,257
15. Premiums received in advance.....		39,418	40,948
16.* Unearned premium reserve.....		684,000	690,000
17. Service Fees and Employee Benefits Payable.....			
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ 847,250	\$ 788,535
20. Surplus.....		\$ 2,701,531	\$ 2,381,978
21. Total liabilities and surplus.....		\$ 3,548,781	\$ 3,170,513

(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.....	876,632	888,275	850,239	761,360	740,517
Windstorm.....	876,632	888,275	850,239	761,360	740,518
Crop Hail.....	0	0	0	0	0
Total.....	1,753,264	1,776,550	1,700,478	1,522,720	1,481,035
Net Premium Written					
Fire.....	876,632	888,275	850,239	761,360	740,517
Windstorm.....	876,632	888,275	850,239	761,360	740,518
Crop Hail.....	0	0	0	0	0
Total.....	1,753,264	1,776,550	1,700,478	1,522,720	1,481,035
Total Net of Agg.....	1,406,681	1,446,721	1,392,163	1,237,410	1,231,888
Gross Losses Paid					
Fire.....	477,274	837,269	339,657	830,495	628,041
Windstorm.....	124,722	148,699	506,020	341,145	643,465
Crop Hail.....	0	0	0	0	0
Total.....	601,996	985,968	845,677	1,171,640	1,271,506
Net Losses Paid					
Fire.....	477,274	837,269	339,657	830,495	628,041
Windstorm.....	124,722	148,699	506,020	341,145	643,465
Crop Hail.....	0	0	0	0	0
Total.....	601,996	985,968	845,677	1,171,640	1,271,506
Total Net of Agg.....	504,416	949,209	662,401	1,030,451	1,173,960
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	54 %	94 %	40 %	109 %	85 %
Windstorm Losses/Windstorm Prem.....	14 %	17 %	60 %	45 %	87 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	34 %	55 %	50 %	77 %	86 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	54 %	94 %	40 %	109 %	85 %
Windstorm Losses/Windstorm Prem.....	14 %	17 %	60 %	45 %	87 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	34 %	55 %	50 %	77 %	86 %
Total Net Agg Losses/Total Net Ag Prem	36 %	66 %	48 %	83 %	95 %
Balance Sheet Items					
Total Admitted Assets.....	3,548,783	3,170,511	2,974,107	2,885,340	2,933,390
Liabilities.....	847,249	788,535	1,083,315	692,199	661,714
Surplus.....	2,701,534	2,381,976	1,890,792	2,193,141	2,271,676
Bonds.....	1,581,108	1,594,551	1,494,229	1,586,124	1,438,546
Stocks.....	1,029,436	1,115,302	1,235,306	1,182,957	1,228,008
Real Estate.....	50,537	52,038	53,540	55,042	56,543
Unpaid Premium(line 8.1).....	189	947	0	59	34
Unpaid Premium(line 8.2).....	8,999	6,946	1,868	3,594	836
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	684,000	690,000	659,000	593,000	567,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	45 %	50 %	50 %	55 %	49 %
Stocks/Admitted Assets.....	29 %	35 %	42 %	41 %	42 %
Real Estate/Admitted Assets.....	1 %	2 %	2 %	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.....	1,730,692	1,727,054	1,694,661	1,685,925	1,487,527
Total Disbursements.....	1,310,014	1,736,218	1,455,726	1,739,767	1,940,775
Operating Expense.....	587,546	617,401	609,391	562,153	612,929
Commissions.....	254,767	257,624	246,551	220,029	214,320
Investment Income.....	143,951	117,278	141,320	103,595	103,692
Salaries (lines 14-17).....	129,840	171,867	180,264	184,883	189,490
Other					
Gross Risk in Force.....	506,327,165	500,866,686	494,580,297	458,232,367	429,099,608
Number of Policies.....	1,139	1,175	1,186	1,154	1,155
Operating Expense/Net Premium.....	42 %	43 %	44 %	45 %	50 %