

**December 31, 2021 - Annual Statement**

*Iowa Company Number:* 0001

**Adair County Mutual Insurance Association**

Sherol Brown  
168 PUBLIC SQUARE, PO BOX 210  
GREENFIELD IA 50849

**DECEMBER 31, 2021**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					2,911,979
<b>INCOME - INCREASES IN LEDGER ASSETS</b>					
	<b>PREMIUMS</b>				
	(1)	(2)	(3)	(4)	
	Direct	Reinsurance	Per Risk	Net	
	Premiums	Premiums	Reinsurance	Premiums	
		Assumed	Premiums Ceded	(1+2-3=4)	
2. Fire	\$835,315		\$0	\$835,315	
3. Windstorm	747,957		0	747,957	
4. Other	0	0		0	
5. Totals	\$1,583,272	\$0	\$0	\$1,583,272	
6. All reinsurance premiums ceded other than Per Risk				499,420	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$1,083,852
8. Interest received on bonds				54,657	
9. Increase in adjustment of bonds	\$ 5,915		\$ 722	, less	
				(5,193)	
10. Dividends received				48,153	
11. Interest received on bank deposits (schedule C-2, column 7)				0	
12. Other interest				0	
13. Profit on sale of investment				59,861	
14. Rents received*				7,800	
15. Total income from investments (items 8 through 14)					\$165,278
16. Borrowed money				500,000	
17. Premiums collected for other companies (less refunds)				179,532	
18. Increase in ledger liabilities				9,413	
19. "Overwrite Fees" received				0	
20. Federal income tax refund				0	
21. Miscellaneous income				25	
22. Crop Hail Contingency Commission				0	
23. Total (items 16 through 22)					\$688,970
24. Total income (items 7, 15, and 23)					\$1,938,100
25. Total assets and income (item 1 plus item 25)					\$4,850,079

\*Includes \$1,200 For association's occupancy of its own buildings

**DECEMBER 31, 2021**

1.	Amount brought forward from line 25, page 2				\$4,850,079
<b>DISBURSEMENTS - DECREASES IN LEDGER ASSETS</b>					
	(1)	(2)	(3)	(4)	
	Direct Losses	Reinsurance Assumed	Per Risk Reinsurance Losses Ceded	Net Losses Paid (1+2-3=4)	
2.	Fire	\$294,468	\$0	\$294,468	
3.	Windstorm	1,267,467	0	1,267,467	
4.	Other (Sch G)		0		
5.	Totals	\$1,561,935	\$0	\$1,561,935	
6.	All reinsurance losses ceded other than Per Risk Losses			467,248	
7.	Net losses (line 5, col. 4 - line 6 = line 7)				\$1,094,687
<b>OPERATING EXPENSE</b>					
8.	Loss Adjustment Expenses			64,883	
9.	Commissions			288,513	
10.	Advertising			8,419	
11.	Boards, bureaus and associations			9,008	
12.	Inspection and loss prevention			38,372	
13.	Salaries of officers			67,000	
14.	Expenses of officers			1,774	
15.	Salaries of office employees			104,870	
16.	Employee welfare			46,331	
17.	Insurance			14,354	
18.	Directors' compensation			7,650	
19.	Directors' expenses			3,522	
20.	Rent and rent items			1,200	
21.	Equipment			55,956	
22.	Printing, stationery and supplies			12,157	
23.	Postage and telephone			8,594	
24.	Legal and auditing			20,380	
25.	State insurance taxes	March 1 _____ 0	August 15 _____ 7,823		
	June 1 _____ 7,216			15,039	
26.	Insurance Division licenses and fees			559	
27.	Payroll taxes			22,595	
28.	All other taxes (excluding Federal income)			164	
29.	Real estate expenses			16,364	
30.	Real estate taxes			1,733	
31.	Interest on borrowed money			10,097	
32.	Miscellaneous			24,337	
	a. Annual meeting expense			732	
	b. Travel expenses			143	
	c. Data processing			153	
	d. Donations			1,956	
	e. Agency expense reimbursement			(66,000)	
33.	Automobile Expense			0	
34.	Total operating expense (items 8 through 33)				\$780,855
<b>NON-OPERATING EXPENSE</b>					
35.	Borrowed money repaid			155,000	
36.	Depreciation on real estate			4,169	
37.	Loss on sale of investments			57	
38.	Federal income tax Prior year _____ 0	Current year _____ 0		0	
39.	Premium collections transmitted to other companies			151,796	
40.	Commissions paid agents for other companies			0	
41.	Decrease in ledger liabilities			0	
42.					
43.	Total non-operating expense (items 35 through 42)				\$311,022
44.	Total disbursements (items 7, 34 and 43)				\$2,186,564
45.	Balance - ledger assets, December 31st must agree with Line 17, Column 1, Page 4				\$2,663,515

**ASSETS - DECEMBER 31, 2021**

	(1) Ledger Assets	(2) Non-ledger	(3) Non-admitted Assets 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)	\$1,646,056		0	\$1,646,056	\$1,729,459
2. Stocks (schedule A - part 2)	688,072	1,343,756	20,000	2,011,828	1,854,350
3. Bank Balances					
3.1 Check (C-1)	27,644			27,644	252,949
3.2 Interest Bearing (C-2)	0			0	0
4. Real estate (schedule F)	41,193			41,193	33,561
5. Cash in office	200			200	200
6. Unpaid Premiums					
6.1 Due before November 1	(22)		(22)	XXXXXXX	XXXXXXX
6.2 Due after November 1	260,372		258,960	1,412	988
7. Reinsurance receivable on paid losses	0	233,902		233,902	0
8. Accrued interest	XXXXXXX	13,982		13,982	14,590
9. Accrued rent due	XXXXXXX			0	0
10. Equipment and furniture	0		0	XXXXXXX	XXXXXXX
11. Automobiles	0		0	XXXXXXX	XXXXXXX
12. Cash surrender value of life ins	0			0	0
13. Federal income tax recoverable	0	0	0	0	0
14. Electronic data processing equipment	0		0	0	0
15. Contingency Receivable	0	0	0	0	15,441
16. Investment Receivable	0	0	0	0	0
17. Totals	\$2,663,515	\$1,591,640	\$278,938	\$3,976,217	\$3,901,538

**LIABILITIES - DECEMBER 31, 2021**

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$286,968	
2.	Unpaid claims (incurred but not reported)	5,000	
3.	Total unpaid losses	291,968	
4.	Less: reinsurance recoverable on unpaid losses	291,968	
5.	Net unpaid claims	\$0	\$46,760
6.	Unpaid adjusting expenses	3,292	3,292
7.	Ceded reinsurance balances payable	42,903	42,890
8.	Unpaid salaries and commissions	20,053	52,413
9.	Borrowed money	345,000	0
10.	Interest due on borrowed money	0	0
11.	Amounts withheld for the account of others	5,880	5,002
12.	Taxes payable: Real Estate	1,748	1,718
	Federal Income	0	0
	Premium	188	(606)
	Other	0	0
13.	Other unpaid expenses	5,325	4,988
14.	Premiums collected for other companies - not remitted	10,688	10,809
15.	Premiums received in advance	35,759	20,549
*16.	Unearned premium reserve	516,031	504,386
17.	Service Fees and Employee Benefits Payable		
18.	Miscellaneous Liabilities		
19.	Total liabilities	\$986,867	\$692,201
20.	Surplus	\$2,989,350	\$3,209,337
21.	Total liabilities and surplus	\$3,976,217	\$3,901,538

(line 21 must agree with line 17, column 4, page 4)

\* Method of calculation: Actual; Daily Pro-Rata

## HISTORICAL INFORMATION

	2021	2020	2019	2018	2017
<b>Gross Premium</b>					
Fire	835,315	824,429	849,559	856,349	919,987
Windstorm	747,957	740,123	775,637	780,732	818,984
Other	0	0	0	0	0
<b>Total Direct Premiums</b>	<b>1,583,272</b>	<b>1,564,552</b>	<b>1,625,196</b>	<b>1,637,081</b>	<b>1,738,971</b>
<b>Net Premiums Written</b>					
Fire	835,315	824,429	849,559	856,021	919,708
Windstorm	747,957	740,123	775,637	780,404	818,705
Other	0	0	0	0	0
<b>Total Direct Premiums</b>	<b>1,583,272</b>	<b>1,564,552</b>	<b>1,625,196</b>	<b>1,636,425</b>	<b>1,738,413</b>
<b>Total Net of Reinsurance</b>	<b>1,083,852</b>	<b>1,049,842</b>	<b>1,108,675</b>	<b>1,102,212</b>	<b>1,219,956</b>
<b>Gross Losses Paid</b>					
Fire	294,468	365,245	281,542	458,695	396,849
Windstorm	1,267,467	73,524	228,726	719,939	301,498
Other	0	0	0	0	0
<b>Total</b>	<b>1,561,935</b>	<b>438,769</b>	<b>510,268</b>	<b>1,178,634</b>	<b>698,347</b>
<b>Net Losses Paid</b>					
Fire	294,468	365,245	281,542	458,695	396,849
Windstorm	1,267,467	73,524	228,726	719,939	301,498
Other	0	0	0	0	0
<b>Total</b>	<b>1,561,935</b>	<b>438,769</b>	<b>510,268</b>	<b>1,178,634</b>	<b>698,347</b>
<b>Total Net of Reinsurance</b>	<b>1,094,687</b>	<b>317,162</b>	<b>507,517</b>	<b>965,042</b>	<b>663,210</b>
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	35.25%	44.30%	33.14%	53.56%	43.14%
Windstorm Losses/Windstorm Prem	169.46%	9.93%	29.49%	92.21%	36.81%
Other Losses/Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Total Losses/Total Prem</b>	<b>98.65%</b>	<b>28.04%</b>	<b>31.40%</b>	<b>72.00%</b>	<b>40.16%</b>
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	35.25%	44.30%	33.14%	53.58%	43.15%
Windstorm Losses/Windstorm Prem	169.46%	9.93%	29.49%	92.25%	36.83%
Other Losses/Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Total Losses/Total Prem</b>	<b>98.65%</b>	<b>28.04%</b>	<b>31.40%</b>	<b>72.02%</b>	<b>40.17%</b>
<b>Net Losses/Net Premiums</b>	<b>101.00%</b>	<b>30.21%</b>	<b>45.78%</b>	<b>87.56%</b>	<b>54.36%</b>
<b>Balance Sheet Items</b>					
Total Admitted Assets	3,976,217	3,901,538	3,650,663	3,606,143	3,769,873
Liabilities	986,867	692,201	716,035	905,213	726,053
Surplus	2,989,350	3,209,337	2,934,628	2,700,930	3,043,820
Bonds	1,646,056	1,729,459	1,822,192	1,912,567	1,879,800
Stocks	2,011,828	1,854,350	1,729,587	1,551,146	1,765,822
Real Estate	41,193	33,561	38,105	42,648	47,191
Unpaid Premium (line 6.1)	0	0	0	0	0
Unpaid Premium (line 6.2)	1,412	988	302	3,029	3,076
Unearned Premium	516,031	504,386	522,100	525,932	577,775
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	41.40%	44.33%	49.91%	53.04%	49.86%
Stocks/Admitted Assets	50.60%	47.53%	47.38%	43.01%	46.84%
Real Estate/Admitted Assets	1.04%	0.86%	1.04%	1.18%	1.25%
Unpaid Prem (line 6.2)/Admitted Assets	0.04%	0.03%	0.01%	0.08%	0.08%
<b>Income/Disbursement Items</b>					
Total Income	1,938,100	1,372,890	1,433,915	1,701,228	1,513,349
Total Disbursements	2,186,564	1,157,603	1,504,683	1,845,970	1,477,823
Operating Expense	780,855	646,497	619,377	654,517	652,034
Commissions	288,513	248,604	226,584	255,043	240,883
Investment Income	165,278	147,004	143,917	127,463	104,274
Salaries (lines 14-17)	219,975	201,782	215,128	218,358	212,907
<b>Other</b>					
Gross Risk in Force	387,096,812	377,609,935	371,528,257	362,331,092	364,786,402
Number of Policies	1,110	1,238	1,306	1,349	1,405
Operating Expense/Net Premium	72.04%	61.58%	55.87%	59.38%	53.45%