

December 31, 2021 - Annual Statement

Iowa Company Number: 0013

Boone Farmers Mutual Insurance Association

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BOONE IA 50036

DECEMBER 31, 2021

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					\$ 2,711,504
INCOME - INCREASES IN LEDGER ASSETS					
PREMIUMS					
	(1)	(2)	(3)	(4)	
	Direct Premiums	Reinsurance Premiums Assumed	Per Risk Reinsurance Premiums Ceded	Net Premiums (1+2-3=4)	
2. Fire	\$ 1,088,952	\$ 0	\$ 0	\$ 1,088,952	
3. Windstorm	853,327		0	853,327	
4. Other	0	0		0	
5. Totals	\$ 1,942,279	\$ 0	\$ 0	\$ 1,942,279	
6. All reinsurance premiums ceded other than Per Risk				539,183	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 7)					\$ 1,403,096
8. Net interest received on bonds				44,631	
9. Increase in adjustment of bonds		\$ 711			
	\$ 394			317	
10. Dividends received				42,122	
11. Interest received on bank deposits (schedule C-2, column 7)				0	
12. Other interest				0	
13. Profit on sale of investment				102,695	
14. Rents received*				3,750	
15. Total income from investments (items 8 through 14)					\$ 193,515
16. Borrowed money				0	
17. Premiums collected for other companies (less refunds)				179,375	
18. Increase in ledger liabilities				0	
19. "Overwrite Fees" received				0	
20. Federal income tax refund				0	
21. Miscellaneous income				143	
22. Wind service fee income				0	
23. Total (items 16 through 22)					\$ 179,518
24. Total income (items 7, 15, and 23)					\$ 1,776,129
25. Total assets and income (item 1 plus item 24)					\$ 4,487,633

*Includes \$2,400 For association's occupancy of its own buildings

DECEMBER 31, 2021

1.	Amount brought forward from line 25, page 2				\$	4,487,633
DISBURSEMENTS - DECREASES IN LEDGER ASSETS						
	(1)	(2)	(3)	(4)		
	Direct	Reinsurance	Per Risk	Net Losses Paid		
	Losses	Assumed	Reinsurance	(1+2-3=4)		
	Losses Ceded		Losses Ceded			
2.	Fire	\$ 373,787	\$ 0	\$ 0	\$	373,787
3.	Windstorm	5,885,162		0		5,885,162
4.	Other (Sch G)		0	0		0
5.	Totals	\$ 6,258,949	\$ 0	\$ 0	\$	6,258,949
6.	All reinsurance losses ceded other than Per Risk Losses			5,460,892		
7.	Net losses (line 5, col. 4 - line 6 = line 7)				\$	798,057
OPERATING EXPENSE						
8.	Loss Adjustment Expenses			183,154		
9.	Commissions			248,002		
10.	Advertising			14,687		
11.	Boards, bureaus and associations			12,338		
12.	Inspection and loss prevention			0		
13.	Salaries of officers			54,700		
14.	Expenses of officers			0		
15.	Salaries of office employees			74,246		
16.	Employee welfare			107,056		
17.	Insurance			10,674		
18.	Directors' compensation			0		
19.	Directors' expenses			1,073		
20.	Rent and rent items			3,444		
21.	Equipment			33,003		
22.	Printing, stationery and supplies			18,556		
23.	Postage and telephone			15,714		
24.	Legal and auditing			25,400		
25.	State insurance taxes	March 1 992	August 15 9,021			
	June 1 9,021			19,034		
26.	Insurance Division licenses and fees			5,435		
27.	Payroll taxes			14,342		
28.	All other taxes (excluding Federal income)			0		
29.	Real estate expenses			12,655		
30.	Real estate taxes			5,026		
31.	Interest on borrowed money			0		
32.	Miscellaneous			20,076		
	a. Service fees			56,947		
	b. Travel expenses			62		
	c. Investment expenses			3,146		
	d. Management fees			0		
33.	Automobile Expnse					
34.	Total operating expense (items 8 through 33)				\$	938,770
NON-OPERATING EXPENSE						
35.	Borrowed money repaid			64,985		
36.	Depreciation on real estate			5,262		
37.	Loss on sale of investments			78		
38.	Federal income tax Prior year 0 Current year 0			0		
39.	Premium collections transmitted to other companies			149,480		
40.	Commissions paid agents for other companies			22,027		
41.	Decrease in ledger liabilities			4,740		
42.						
43.	Total non-operating expense (items 35 through 42)				\$	246,572
44.	Total disbursements (items 7, 34 and 43)				\$	1,983,399
45.	Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$	2,504,234

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)	\$ 1,298,702	\$ 0	\$ 0	\$ 1,298,702	\$ 1,472,518
2. Stocks (schedule A - part 2)	898,226	716,641	0	1,614,867	1,363,467
3. Bank balances					
3.1 Check (C-1)	84,608			84,608	177,554
3.2 Interest Bearing (C-2)	0			0	0
4. Real estate (schedule F)	91,756			91,756	97,017
5. Cash in office	100			100	100
6. Unpaid Premiums					
6.1 Due before November 1	99		99	XXXXXXX	
6.2 Due after November 1	130,743	0	108,429	22,314	27,373
7. Reinsurance receivable on paid losses	0	252,213		252,213	131,482
8. Accrued interest	XXXXXXX	9,362		9,362	12,547
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	4,000	4,000	0	0
14. Electronic data processing equipment	0	0	0	0	0
15. Contingency Receivable	0	0	0	0	0
16. Investment Receivable	0	0	0	0	0
17. Totals	\$ 2,504,234	\$ 982,216	\$ 112,528	\$ 3,373,922	\$ 3,282,058

LIABILITIES - DECEMBER 31, 2021

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$ 2,507,543	
2.	Unpaid claims (incurred but not reported)	50,000	
3.	Total unpaid losses	2,557,543	
4.	Less: reinsurance recoverable on unpaid losses	2,557,543	
5.	Net unpaid claims	\$ 0	\$ 16,481
6.	Unpaid adjusting expenses	807	292
7.	Ceded reinsurance balances payable	45,107	42,998
8.	Unpaid salaries and commissions	32,771	37,932
9.	Borrowed money	0	64,985
10.	Interest due on borrowed money	0	413
11.	Amounts withheld for the account of others	0	168
12.	Taxes payable:		
	Real Estate	5,079	4,973
	Federal Income	0	0
	Premium	1,381	992
	Other	0	0
13.	Other unpaid expenses	3,027	4,159
14.	Premiums collected for other companies - not remitted	17,712	15,919
15.	Premiums received in advance	32,261	18,484
*16.	Unearned premium reserve	911,782	830,352
17.	Service Fees and Employee Benefits Payable	0	0
18.	Miscellaneous Liabilities		
19.	Total liabilities	\$ 1,049,927	\$ 1,038,148
20.	Surplus	\$ 2,323,995	\$ 2,243,910
21.	Total liabilities and surplus	\$ 3,373,922	\$ 3,282,058

(line 21 must agree with line 22, column 4, page 4)

*Method of calculation: Actual; Daily Pro-Rata

HISTORICAL INFORMATION

	2021	2020	2019	2018	2017
Gross Premium					
Fire	\$ 1,088,952	\$ 1,010,927	\$ 951,144	\$ 888,548	\$ 874,849
Windstorm	853,327	793,244	753,774	712,897	699,633
Other	0	0	0	0	0
Total Direct Premiums	1,942,279	1,804,171	1,704,918	1,601,445	1,574,482
Net Premiums Written					
Fire	1,088,952	1,010,927	951,144	888,548	874,849
Windstorm	853,327	793,244	753,774	712,897	699,633
Other	0	0	0	0	0
Total Direct Premiums	1,942,279	1,804,171	1,704,918	1,601,445	1,574,482
Total Net of Reinsurance	1,403,097	1,303,848	1,203,959	1,089,025	1,073,094
Gross Losses Paid					
Fire	373,787	438,902	506,951	692,724	283,672
Windstorm	5,885,162	5,384,719	237,925	366,532	202,162
Other	0	0	0	0	0
Total	6,258,949	5,823,621	744,876	1,059,256	485,834
Net Losses Paid					
Fire	373,787	438,902	506,951	692,724	283,672
Windstorm	5,885,162	5,384,719	237,925	366,532	202,162
Other	0	0	0	0	0
Total	6,258,949	5,823,621	744,876	1,059,256	485,834
Total Net of Reinsurance	798,058	1,256,322	680,087	712,691	485,834
Loss Percentage (Direct)					
Fire Losses/Fire Prem	34.3%	43.4%	53.3%	78.0%	32.4%
Windstorm Losses/Windstorm Prem	689.7%	678.8%	31.6%	51.4%	28.9%
Other Losses/Other Premiums					
Total Losses/Total Prem	322.2%	322.8%	43.7%	66.1%	30.9%
Loss Percentage (Net)					
Fire Losses/Fire Prem	34.3%	43.4%	53.3%	78.0%	32.4%
Windstorm Losses/Windstorm Prem	689.7%	678.8%	31.6%	51.4%	28.9%
Other Losses/Other Premiums					
Total Losses/Total Prem	322.2%	322.8%	43.7%	66.1%	30.9%
Net Losses/Net Premiums	56.9%	96.4%	56.5%	65.4%	45.3%
Balance Sheet Items					
Total Admitted Assets	3,532,212	3,282,058	3,564,775	3,419,542	3,719,101
Liabilities	1,049,927	1,038,148	1,112,484	1,012,206	1,041,564
Surplus	2,482,285	2,243,910	2,452,291	2,407,336	2,677,537
Bonds	1,298,702	1,472,518	1,675,227	1,600,614	1,825,435
Stocks	1,614,867	1,363,467	1,674,043	1,640,620	1,718,508
Real Estate	91,756	97,017	102,671	108,872	108,381
Unpaid Premium (line 6.1)	0	0	0	0	0
Unpaid Premium (line 6.2)	22,314	27,373	22,038	14,418	11,876
Unearned Premium	911,782	830,352	765,853	733,303	713,216
Balance Sheet Percentages					
Bonds/Admitted Assets	36.8%	44.9%	47.0%	46.8%	49.1%
Stocks/Admitted Assets	45.7%	41.5%	47.0%	48.0%	46.2%
Real Estate/Admitted Assets	2.6%	3.0%	2.9%	3.2%	2.9%
Unpaid Prem (line 6.2)/Admitted Assets	0.6%	0.8%	0.6%	0.4%	0.3%
Income/Disbursement Items					
Total Income	1,776,129	1,923,397	1,514,087	1,464,960	1,365,977
Total Disbursements	1,983,399	2,242,973	1,667,077	1,579,464	1,363,021
Operating Expense	938,770	800,575	811,634	722,387	698,613
Commissions	248,002	229,690	216,288	202,397	202,820
Investment Income	193,515	374,983	163,673	179,150	150,123
Salaries (lines 14-17)	236,002	285,468	300,839	221,510	208,321
Other					
Gross Risk in Force	451,276,284	416,804,404	385,325,539	372,380,885	364,795,429
Number of Policies	1,620	1,598	1,596	1,592	1,607
Operating Expense/Net Premium	66.9%	61.4%	67.4%	66.3%	65.1%