

**December 31, 2021 - Annual Statement**

*Iowa Company Number:* 0058

**Sherrill Mutual Fire Insurance Association**

Peter Hagenson

PO BOX 19

SHERRILL IA 52073

**DECEMBER 31, 2021**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 .....					\$ 3,154,091
<b>INCOME - INCREASES IN LEDGER ASSETS</b>					
<b>PREMIUMS</b>					
	(1)	(2)	(3)	(4)	
	Direct Premiums	Reinsurance Premiums Assumed	Per Risk Reinsurance Premiums Ceded	Net Premiums (1 + 2 - 3 = 4)	
2. Fire	\$ 994,678			\$ 994,678	
3. Windstorm	578,675			578,675	
4. Other					
5. Totals	\$ 1,573,353			\$ 1,573,353	
6. All reinsurance premiums ceded other than Per Risk				277,328	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 7)					\$ 1,296,025
8. Interest received on bonds				76,922	
9. Increase in adjustment of bonds \$		1,612			
\$ 3,136 decrease in adjustment of bonds				(1,524)	
10. Dividends received				3,979	
11. Interest received on bank deposits (schedule C-2, column 7)				3,878	
12. Other Interest					
13. Profit on sale of investment				101,305	
14. Rents received*				4,200	
15. Total income from investments (items 8 through 14)					\$ 188,760
16. Borrowed money					
17. Premiums collected for other companies (less refunds)				172,419	
18. Increase in ledger liabilities				7,887	
19. "Overwrite Fees" received					
20. Federal income tax refund					
21. Miscellaneous income					
22.					
23. Total (items 16 through 22)					\$ 180,306
24. Total income (items 7, 15, and 23)					\$ 1,665,091
25. Total assets and income (item 1 plus item 25)					\$ 4,819,182

\*Includes \$ 3,000 For association's occupancy of its own buildings

**DECEMBER 31, 2021**

1. Amount brought forward from line 29 page 2

\$ 4,819,182

**DISBURSEMENTS - DECREASES IN LEDGER ASSETS**

	(1) Direct Losses	(2) Reinsurance Assumed	(3) Per Risk Reinsurance Losses Ceded	(4) Net Losses Paid (1 + 2 - 3 = 4)
2. Fire.	\$ 192,639	\$	\$	\$ 192,639
3. Windstorm	103,805			103,805
4. Other (Sch G)				
5. Totals	\$ 296,444	\$	\$	\$ 296,444

6. All reinsurance losses ceded other than Per Risk Losses

7. Net losses (line 5, col.4 - line 6 = line 7)

\$ 296,444

**OPERATING EXPENSE**

8. Loss Adjustment Expenses				37,994
9. Commissions				239,694
10. Advertising				4,118
11. Boards, bureaus and associations				7,033
12. Inspection and loss prevention				38,223
13. Salaries of officers.				30,900
14. Expenses of officers				
15. Salaries of office employees				102,879
16. Employee welfare				19,531
17. Insurance				12,493
18. Directors' compensation				1,960
19. Directors' expenses				1,140
20. Rent and other items				3,000
21. Equipment				22,136
22. Printing, stationery and supplies				2,926
23. Postage and telephone				7,527
24. Legal and auditing				12,058
25. State insurance taxes	March 1	508		
	June 1	6,299	August 15	6,299
				13,106
26. Insurance Division licenses and fees				273
27. Payroll taxes				24,174
28. All other taxes (excluding Federal income)				
29. Real estate expenses				4,776
30. Real estate taxes				732
31. Interest on borrowed money				
32. Miscellaneous				37
a. Annual Meeting.....				1,593
b. Donations/Contributions.....				2,345
c. Travel and Travel Items.....				529
d. Over and Short.....				
33. Automobile Expense				
34. Total operating expense (items 8 through 33)				\$ 591,177

**NON-OPERATING EXPENSE**

35. Borrowed money repaid				
36. Depreciation on real estate				1,981
37. Loss on sale of investments				88,139
38. Federal income tax Prior year	330	Current year	5,436	5,766
39. Premium collections transmitted to other companies				134,029
40. Commissions paid agents for other companies				24,502
41. Decrease in ledger liabilities				
42. Federal income tax penalty/interest				
43. Total non-operating expense (items 35 through 42)				\$ 254,417
44. Total disbursements (items 7, 34 and 43)				\$ 1,142,038
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 3,677,144

## 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)	\$ 1,789,894	\$	\$ 1,665	1,788,229	\$ 2,095,987
2. Stocks (schedule A-part 2).	1,104,063	53,152		1,157,215	\$ 248,531
3. Bank Balances					
3.1 Check (C-1)	303,068			303,068	\$ 174,908
3.2 Interest Bearing (C-2)	442,196			442,196	\$ 557,277
4. Real estate (schedule F)	30,144			30,144	\$ 26,869
5. Cash in office	99			99	\$ 56
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	xxxxxxx
6.2 Due after November 1		352		352	\$ 4,500
7. Reinsurance receivable on paid losses					\$ -
8. Accrued interest	xxxxxxx	15,061		15,061	\$ 17,842
9. Accrued rent due	xxxxxxx				\$ -
10. Equipment and furniture	3,224		3,224	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					\$ -
13. Federal income tax recoverable					\$ -
14. Electronic data processing equipment	2,331		2,081	250	\$ 750
15. Service fees & misc receivables	2,126			2,126	\$ 9,837
16. Prepaid Reins. & other assets					\$ -
17. Totals	\$ 3,677,145	\$ 68,565	\$ 6,970	\$ 3,738,740	\$ 3,136,557

## LIABILITIES - DECEMBER 31, 2021

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 73,900		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	73,900		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 73,900	\$ 28,369
6. Unpaid adjusting expenses		1,700	900
7. Ceded reinsurance balances payable		23,153	22,671
8. Unpaid salaries and commissions		32,995	37,600
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		4,368	5,780
12. Taxes payable: Real Estate		366	362
Federal Income		1,000	1,000
Premium		3,136	508
Other		1,311	2,760
13. Other unpaid expenses		1,495	2,288
14. Premiums collected for other companies - not remitted		10,863	9,827
15. Premiums received in advance		30,522	24,600
*16. Unearned premium reserve		625,000	507,000
17. Service Fees and Employee Benefits Payable		1,400	2,027
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 811,209	\$ 645,692
20. Surplus		\$ 2,927,531	\$ 2,490,865
21. Total liabilities and surplus		\$ 3,738,740	\$ 3,136,557

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

\*Method of calculation: 40% method.

## HISTORICAL INFORMATION

	2021	2020	2019	2018	2017
<b>Gross Premium</b>					
Fire	994,678	801,239	772,569	723,401	651,590
Windstorm	578,675	458,593	436,383	408,084	383,130
Other	-	-	-	-	-
Total Direct Premiums	1,573,353	1,259,832	1,208,952	1,131,485	1,034,720
<b>Net Premiums Written</b>					
Fire	994,678	801,239	772,569	723,401	651,590
Windstorm	578,675	458,593	436,383	408,084	383,130
Other	-	-	-	-	-
Total Direct Premiums	1,573,353	1,259,832	1,208,952	1,131,485	1,034,720
Total Net of Reinsurance	1,296,025	996,470	955,360	830,230	734,154
<b>Gross Losses Paid</b>					
Fire	192,639	147,164	315,691	422,456	128,707
Windstorm	103,805	723,392	164,150	48,738	292,127
Other	-	-	-	-	-
Total	296,444	870,556	479,841	471,194	420,834
<b>Net Losses Paid</b>					
Fire	192,639	147,164	315,691	422,456	128,707
Windstorm	103,805	723,392	164,150	48,738	292,127
Other	-	-	-	-	-
Total	296,444	870,556	479,841	471,194	420,834
Total Net of Reinsurance	296,444	580,306	406,424	350,887	420,834
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	19.4%	18.4%	40.9%	58.4%	19.8%
Windstorm Losses/Windstorm Prem	17.9%	157.7%	37.6%	11.9%	76.2%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	18.8%	69.1%	39.7%	41.6%	40.7%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	19.4%	18.4%	40.9%	58.4%	19.8%
Windstorm Losses/Windstorm Prem	17.9%	157.7%	37.6%	11.9%	76.2%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	18.8%	69.1%	39.7%	41.6%	40.7%
Net Losses/Net Premiums	22.9%	58.2%	42.5%	42.3%	57.3%
<b>Balance Sheet Items</b>					
Total Admitted Assets	3,738,740	3,136,558	3,057,250	2,837,109	2,675,262
Liabilities	811,209	645,691	605,613	689,897	581,808
Surplus	2,927,531	2,490,867	2,451,637	2,147,212	2,093,454
Bonds	1,788,229	2,095,987	2,290,103	2,354,180	1,964,720
Stocks	1,157,215	248,532	98,085	19,315	17,993
Real Estate	30,144	26,869	28,742	8,577	9,207
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	352	4,500	2,224	4,302	6,808
Unearned Premium	625,000	507,000	480,000	451,000	421,000
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	48%	67%	75%	83%	73%
Stocks/Admitted Assets	31%	8%	3%	1%	1%
Real Estate/Admitted Assets	1%	1%	1%	0%	0%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
<b>Income/Disbursement Items</b>					
Total Income	1,665,091	1,267,463	1,180,715	1,039,358	850,031
Total Disbursements	1,142,038	1,247,646	966,629	860,993	831,761
Operating Expense	591,177	525,333	439,729	401,059	391,730
Commissions	239,694	187,376	181,249	169,839	161,816
Investment Income	188,760	94,850	99,202	92,947	80,624
Salaries (lines 14-17)	153,310	128,799	100,736	85,120	76,449
<b>Other</b>					
Gross Risk in Force	535,296,459	443,566,718	406,551,167	372,334,275	331,492,024
Number of Policies	1,183	1,081	1,054	1,020	988
Operating Expense/Net Premium	46%	53%	46%	48%	53%