

**December 31, 2021 - Annual Statement**

*Iowa Company Number:* 0113

**Farmers Mutual Insurance Association**

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SIBLEY IA 51249

**DECEMBER 31, 2021**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 . . . . .

\$ 5,290,365

**INCOME - INCREASES IN LEDGER ASSETS**

<b>PREMIUMS</b>				
(1) Direct Premiums	(2) Reinsurance Premiums Assumed	(3) Per Risk Reinsurance Premiums Ceded	(4) Net Premiums (1 + 2 - 3 = 4)	
2. Fire	\$ 1,395,659	\$	\$ 1,395,659	
3. Windstorm	1,150,116		1,150,116	
4. Other				
5. Totals	\$ 2,545,775	\$	\$ 2,545,775	
6. All reinsurance premiums ceded other than Per Risk			944,748	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 7)				\$ 1,601,027
8. Interest received on bonds			110,424	
9. Increase in adjustment of bonds \$ <u>30,622</u> , less \$ <u>6,682</u> decrease in adjustment of bonds			23,940	
10. Dividends received			19	
11. Interest received on bank deposits (schedule C-2, column 7)			1,464	
12. Other Interest				
13. Profit on sale of investment				
14. Rents received*			6,900	
15. Total income from investments (items 8 through 14)				\$ 142,747
16. Borrowed money				
17. Premiums collected for other companies (less refunds)			177,311	
18. Increase in ledger liabilities			2,828	
19. "Overwrite Fees" received				
20. Federal income tax refund				
21. Miscellaneous income				
22.				
23. Total (items 16 through 22)				\$ 180,139
24. Total income (items 7, 15, and 23)				\$ 1,923,913
25. Total assets and income (item 1 plus item 25)				\$ 7,214,278

\*Includes \$ 5,400 For association's occupancy of its own buildings

**DECEMBER 31, 2021**

1. Amount brought forward from line 29 page 2

\$ 7,214,278

**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.	\$ 408,643	\$	\$ 7,034	\$ 401,609
3. Windstorm	455,906			455,906
4. Other (Sch G)				
5. Totals	\$ 864,549	\$	\$ 7,034	\$ 857,515

6. All reinsurance losses ceded other than Per Risk Losses

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

\$ 857,515

**OPERATING EXPENSE**

8. Loss Adjustment Expenses	106,884										
9. Commissions	288,665										
10. Advertising	51,633										
11. Boards, bureaus and associations	6,596										
12. Inspection and loss prevention	8,916										
13. Salaries of officers.	65,677										
14. Expenses of officers											
15. Salaries of office employees	69,923										
16. Employee welfare	38,365										
17. Insurance	16,132										
18. Directors' compensation	3,750										
19. Directors' expenses	291										
20. Rent and other items	8,135										
21. Equipment	19,914										
22. Printing, stationery and supplies	11,737										
23. Postage and telephone	11,111										
24. Legal and auditing	24,906										
25. State insurance taxes	<table border="0"> <tr> <td>March 1</td> <td align="right">257</td> <td></td> </tr> <tr> <td>June 1</td> <td align="right">12,236</td> <td>August 15</td> </tr> <tr> <td></td> <td align="right">12,236</td> <td></td> </tr> </table>	March 1	257		June 1	12,236	August 15		12,236		24,729
March 1	257										
June 1	12,236	August 15									
	12,236										
26. Insurance Division licenses and fees	507										
27. Payroll taxes	10,685										
28. All other taxes (excluding Federal income)											
29. Real estate expenses	8,553										
30. Real estate taxes	1,730										
31. Interest on borrowed money											
32. Miscellaneous	203										
a. Annual Meeting.....	3,796										
b. Donations/Contributions.....	577										
c. Travel and Travel Items.....											
d. Over and Short.....	2										
.											
.											
33. Automobile Expense											

34. Total operating expense (items 8 through 33)

\$ 783,417

**NON-OPERATING EXPENSE**

35. Borrowed money repaid						
36. Depreciation on real estate	3,836					
37. Loss on sale of investments						
38. Federal income tax	<table border="0"> <tr> <td>Prior year</td> <td>_____</td> <td>Current year</td> <td>_____</td> </tr> </table>	Prior year	_____	Current year	_____	
Prior year	_____	Current year	_____			
39. Premium collections transmitted to other companies	141,838					
40. Commissions paid agents for other companies	22,763					
41. Decrease in ledger liabilities						
42. Federal income tax penalty/interest						
43. Total non-operating expense (items 35 through 42)		\$ 168,437				

44. Total disbursements (items 7, 34 and 43)

\$ 1,809,369

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

\$ 5,404,909

## 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)	\$ 4,627,612	\$	\$	4,627,612	\$ 4,778,676
2. Stocks (schedule A-part 2).	28,642	8,522		37,164	\$ 141,388
3. Bank Balances					
3.1 Check (C-1)	199,440			199,440	\$ 38,027
3.2 Interest Bearing (C-2)	471,943			471,943	\$ 261,751
4. Real estate (schedule F)	69,929			69,929	\$ 73,765
5. Cash in office	50			50	\$ 50
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	xxxxxxx
6.2 Due after November 1		5,562		5,562	\$ 6,298
7. Reinsurance receivable on paid losses					\$ -
8. Accrued interest	xxxxxxx	38,342		38,342	\$ 31,014
9. Accrued rent due	xxxxxxx				\$ -
10. Equipment and furniture	1,944		1,944	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					\$ -
13. Federal income tax recoverable					\$ -
14. Electronic data processing equipment	5,350		5,350		\$ 522
15. Service fees & misc receivables		29,167		29,167	\$ 29,717
16. Prepaid Reins. & other assets					\$ -
17. Totals	\$ 5,404,909	\$ 81,593	\$ 7,294	\$ 5,479,209	\$ 5,361,208

## LIABILITIES - DECEMBER 31, 2021

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 312,250		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	312,250		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 312,250	\$ 8,000
6. Unpaid adjusting expenses		15,100	9,600
7. Ceded reinsurance balances payable		81,137	82,578
8. Unpaid salaries and commissions		30,200	29,075
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		2,474	2,142
12. Taxes payable: Real Estate		1,698	1,762
Federal Income			
Premium		986	257
Other		1,228	1,072
13. Other unpaid expenses		6,880	8,478
14. Premiums collected for other companies - not remitted		10,152	9,754
15. Premiums received in advance		29,778	28,707
*16. Unearned premium reserve		1,018,000	982,000
17. Service Fees and Employee Benefits Payable		10,317	8,656
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,520,200	\$ 1,172,081
20. Surplus		\$ 3,959,009	\$ 4,189,127
21. Total liabilities and surplus		\$ 5,479,209	\$ 5,361,208

(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	1,395,659	1,346,745	1,332,446	1,252,313	1,230,531
Windstorm	1,150,116	1,100,391	1,088,823	1,022,346	1,003,318
Other	-	-	-	-	-
Total Direct Premiums	2,545,775	2,447,136	2,421,269	2,274,659	2,233,849
<b>Net Premiums Written</b>					
Fire	1,395,659	1,294,386	1,283,205	1,204,927	1,182,945
Windstorm	1,150,116	1,100,391	1,088,823	1,022,346	1,003,318
Other	-	-	-	-	-
Total Direct Premiums	2,545,775	2,394,777	2,372,028	2,227,273	2,186,263
Total Net of Reinsurance	1,601,027	1,483,190	1,398,358	1,151,043	1,092,229
<b>Gross Losses Paid</b>					
Fire	408,643	549,099	501,844	712,024	300,393
Windstorm	455,906	258,105	519,241	389,923	1,259,928
Other	-	-	-	-	-
Total	864,549	807,204	1,021,085	1,101,947	1,560,321
<b>Net Losses Paid</b>					
Fire	401,609	538,637	490,361	707,322	283,903
Windstorm	455,906	258,105	519,241	388,129	1,259,928
Other	-	-	-	-	-
Total	857,515	796,742	1,009,602	1,095,451	1,543,831
Total Net of Reinsurance	857,515	796,742	1,009,602	1,034,148	1,078,216
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	29.3%	40.8%	37.7%	56.9%	24.4%
Windstorm Losses/Windstorm Prem	39.6%	23.5%	47.7%	38.1%	125.6%
Other Losses/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	34.0%	33.0%	42.2%	48.4%	69.8%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	28.8%	41.6%	38.2%	58.7%	24.0%
Windstorm Losses/Windstorm Prem	39.6%	23.5%	47.7%	38.0%	125.6%
Other Losses/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	33.7%	33.3%	42.6%	49.2%	70.6%
Net Losses/Net Premiums	53.6%	53.7%	72.2%	89.8%	98.7%
<b>Balance Sheet Items</b>					
Total Admitted Assets	5,479,209	5,361,207	5,250,380	5,398,160	5,711,925
Liabilities	1,520,200	1,172,080	1,177,888	1,188,894	1,231,278
Surplus	3,959,009	4,189,127	4,072,492	4,209,266	4,480,647
Bonds	4,627,612	4,778,676	4,736,979	5,073,532	5,447,558
Stocks	37,164	141,388	142,215	44,399	50,325
Real Estate	69,929	73,765	78,079	82,393	86,707
Unpaid Premium (line 8.1)	-	163	57	-	72
Unpaid Premium (line 8.2)	5,562	6,298	4,473	10,967	6,708
Unearned Premium	1,018,000	982,000	964,000	911,000	896,000
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	84%	89%	90%	94%	95%
Stocks/Admitted Assets	1%	3%	3%	1%	1%
Real Estate/Admitted Assets	1%	1%	1%	2%	2%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
<b>Income/Disbursement Items</b>					
Total Income	1,923,913	1,811,169	1,776,517	1,619,943	1,580,906
Total Disbursements	1,809,369	1,701,968	1,927,018	1,934,373	1,970,123
Operating Expense	783,417	738,374	738,549	719,077	723,802
Commissions	288,665	272,877	267,377	248,761	246,643
Investment Income	142,747	156,646	185,409	194,952	215,798
Salaries (lines 14-17)	173,965	171,606	160,148	177,280	188,544
<b>Other</b>					
Gross Risk in Force	757,704,001	682,178,956	662,550,745	631,310,021	606,238,473
Number of Policies	1,761	1,777	1,811	1,794	1,811
Operating Expense/Net Premium	49%	50%	53%	62%	66%