

December 31, 2021 - Annual Statement

Iowa Company Number: 0132

Shelby County Farmers Mutual Insurance Association

Brock Darling
1117 7TH ST
HARLAN IA 51537

DECEMBER 31, 2021

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 \$ 9,870,977

INCOME - INCREASES IN LEDGER ASSETS

PREMIUMS					
	(1) Direct Premiums	(2) Reinsurance Premiums Assumed	(3) Per Risk Reinsurance Premiums Ceded	(4) Net Premiums (1 + 2 - 3 = 4)	
2. Fire	\$ 999,127	\$	\$ 112,679	\$ 886,448	
3. Windstorm	637,252		71,869	565,383	
4. Other					
5. Totals	\$ 1,636,379	\$	\$ 184,548	\$ 1,451,831	
6. All reinsurance premiums ceded other than Per Risk				213,629	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 7)					\$ 1,238,202
8. Interest received on bonds				199,339	
9. Increase in adjustment of bonds \$		1,718			
\$ 25,229 decrease in adjustment of bonds				(23,511)	
10. Dividends received				330,350	
11. Interest received on bank deposits (schedule C-2, column 7)				2,335	
12. Other Interest				13	
13. Profit on sale of investment				12,041	
14. Rents received*				29,400	
15. Total income from investments (items 8 through 14)					\$ 549,967
16. Borrowed money					
17. Premiums collected for other companies (less refunds)					
18. Increase in ledger liabilities				16,005	
19. "Overwrite Fees" received				10,641	
20. Federal income tax refund				8,645	
21. Miscellaneous income					
22.					
23. Total (items 16 through 22)					\$ 35,291
24. Total income (items 7, 15, and 23)					\$ 1,823,460
25. Total assets and income (item 1 plus item 24)					\$ 11,694,437

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

DECEMBER 31, 2021

1. Amount brought forward from line 25 page 2

\$ 11,694,437

DISBURSEMENTS - DECREASES IN LEDGER ASSETS

	(1)	(2)	(3)	(4)
	Direct Losses	Reinsurance Assumed	Per Risk Reinsurance Losses Ceded	Net Losses Paid (1 + 2 - 3 = 4)
2. Fire.	\$ 482,100		\$	\$ 482,100
3. Windstorm	191,375			191,375
4. Other (Sch G)				
5. Totals	\$ 673,475	\$	\$	\$ 673,475

6. All reinsurance losses ceded other than Per Risk Losses

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

\$ 673,475

OPERATING EXPENSE

8. Loss Adjustment Expenses				84,208
9. Commissions				137,602
10. Advertising				19,596
11. Boards, bureaus and associations				7,678
12. Inspection and loss prevention				1,583
13. Salaries of officers.				97,394
14. Expenses of officers				
15. Salaries of office employees				47,050
16. Employee welfare				37,206
17. Insurance				32,649
18. Directors' compensation				7,376
19. Directors' expenses				
20. Rent and other items				5,400
21. Equipment				11,795
22. Printing, stationery and supplies				8,674
23. Postage and telephone				10,298
24. Legal and auditing				14,700
25. State insurance taxes	March 1	557		
	June 1	7,970	August 15	7,970
				16,497
26. Insurance Division licenses and fees				9,888
27. Payroll taxes				15,566
28. All other taxes (excluding Federal income)				146
29. Real estate expenses				12,548
30. Real estate taxes				1,264
31. Interest on borrowed money				
32. Miscellaneous				6,023
Data Processing Expense				15,945
Investment Expenses				22,307
Meals & Entertainment Expenses				1,445
Travel & Meeting Expense				8,452
.				
.				
33. Automobile Expense				
34. Total operating expense (items 8 through 33)				\$ 633,290

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				1,930
37. Loss on sale of investments				2,784
38. Federal income tax Prior year _____ Current year _____				
39. Premium collections transmitted to other companies				
40. Commissions paid agents for other companies				
41. Decrease in ledger liabilities				
42. .				
43. Total non-operating expense (items 35 through 42)				\$ 4,714
44. Total disbursements (items 7, 34 and 43)				\$ 1,311,479
45. Balance - ledger assets, December 31st must agree with Line 17, Column 1, Page 4				\$ 10,382,958

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)	\$ 6,425,437			6,425,437	\$ 6,065,960
2. Stocks (schedule A-part 2).	3,086,454	1,842,593		4,929,047	\$ 4,438,600
3. Bank Balances					
3.1 Check (C-1)	137,074			137,074	\$ 233,156
3.2 Interest Bearing (C-2)	264,676			264,676	\$ 262,341
4. Real estate (schedule F)	63,974			63,974	\$ 65,904
5. Cash in office	50			50	\$ 50
6. Unpaid Premiums					
6.1 Due before November 1	371		371	xxxxxxx	
6.2 Due after November 1	156,250		151,037	5,213	\$ 6,576
7. Reinsurance receivable on paid losses		173,820		173,820	
8. Accrued interest	xxxxxxx	47,196		47,196	\$ 46,558
9. Accrued rent due	xxxxxxx				
10. Equipment and furniture	21,112		21,112	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					
13. Federal income tax recoverable					
14. Prepaid Reinsurance	227,560			227,560	\$ 103,420
15. Salvage & Overwrite Receivable		1,052		1,052	\$ 6,016
16. Reinsurance Prem Refundable		5,661		5,661	\$ 16,748
17. Totals	\$ 10,382,958	\$ 2,070,322	\$ 172,520	\$ 12,280,760	\$ 11,245,329

LIABILITIES - DECEMBER 31, 2021

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 396,288		
2. Unpaid claims (incurred but not reported)	20,000		
3. Total unpaid losses	416,288		
4. Less: reinsurance recoverable on unpaid losses	75,000		
5. Net unpaid claims		\$ 341,288	\$ 202,017
6. Unpaid adjusting expenses		1,800	1,265
7. Ceded reinsurance balances payable			
8. Unpaid salaries and commissions		13,245	12,145
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others			
12. Taxes payable: Real Estate		650	620
Federal Income		37,150	
Premium		431	557
Other			
13. Other unpaid expenses		15,738	9,100
14. Premiums collected for other companies - not remitted		13,476	(1,956)
15. Premiums received in advance		35,900	23,005
*16. Unearned premium reserve		718,837	700,888
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,178,515	\$ 947,641
20. Surplus		\$ 11,102,245	\$ 10,297,688
21. Total liabilities and surplus		\$ 12,280,760	\$ 11,245,329

(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
Gross Premium					
Fire	999,127	970,252	935,905	895,021	865,530
Windstorm	637,252	625,791	604,507	580,955	560,393
Other	-				
Total Direct Premiums	1,636,379	1,596,043	1,540,412	1,475,976	1,425,923
Net Premiums Written					
Fire	886,448	966,896	932,430	895,021	865,530
Windstorm	565,383	623,627	602,262	580,955	560,393
Other	-				
Total Direct Premiums	1,451,831	1,590,523	1,534,692	1,475,976	1,425,923
Total Net of Reinsurance	1,238,202	1,188,847	1,159,104	1,128,009	1,065,333
Gross Losses Paid					
Fire	482,100	600,291	565,087	430,199	379,524
Windstorm	191,375	52,121	61,133	676,783	666,451
Other	-				
Total	673,475	652,412	626,220	1,106,982	1,045,975
Net Losses Paid					
Fire	482,100	600,291	565,087	430,199	379,524
Windstorm	191,375	52,121	61,133	676,783	666,451
Other	-				
Total	673,475	652,412	626,220	1,106,982	1,045,975
Total Net of Reinsurance	673,475	652,412	459,300	1,000,696	1,045,975
Loss Percentage (Direct)					
Fire Losses/Fire Prem	48.3%	61.9%	60.4%	48.1%	43.8%
Windstorm Losses/Windstorm Prem	30.0%	8.3%	10.1%	116.5%	118.9%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	41.2%	40.9%	40.7%	75.0%	73.4%
Loss Percentage (Net)					
Fire Losses/Fire Prem	54.4%	62.1%	60.6%	48.1%	43.8%
Windstorm Losses/Windstorm Prem	33.8%	8.4%	10.2%	116.5%	118.9%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	46.4%	41.0%	40.8%	75.0%	73.4%
Net Losses/Net Premiums	54.4%	54.9%	39.6%	88.7%	98.2%
Balance Sheet Items					
Total Admitted Assets	12,280,760	11,245,329	10,492,347	9,487,153	9,848,098
Liabilities	1,178,515	947,641	923,364	791,571	820,824
Surplus	11,102,245	10,297,688	9,568,983	8,695,582	9,027,274
Bonds	6,425,437	6,065,960	6,128,165	5,862,525	5,967,810
Stocks	4,929,047	4,438,600	3,616,005	3,019,594	3,143,087
Real Estate	63,974	65,904	67,900	58,421	55,786
Unpaid Premium (line 8.1)	371	371	512	70	70
Unpaid Premium (line 8.2)	5,213	6,576	11,800	4,327	4,041
Unearned Premium	718,837	700,888	679,013	649,524	614,463
Balance Sheet Percentages					
Bonds/Admitted Assets	52%	54%	58%	62%	61%
Stocks/Admitted Assets	40%	39%	34%	32%	32%
Real Estate/Admitted Assets	1%	1%	1%	1%	1%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
Income/Disbursement Items					
Total Income	1,823,460	1,545,613	1,587,073	1,795,929	1,603,910
Total Disbursements	1,311,479	1,321,393	1,047,069	1,636,005	1,636,025
Operating Expense	633,290	612,542	583,433	630,922	579,364
Commissions	137,602	135,484	124,879	114,767	101,701
Investment Income	549,967	333,369	407,487	625,983	529,735
Salaries (lines 14-17)	181,650	180,841	176,194	178,927	171,161
Other					
Gross Risk in Force	422,947,008	404,438,766	386,012,973	363,118,979	337,824,262
Number of Policies	1,132	1,149	1,126	1,110	1,110
Operating Expense/Net Premium	51%	52%	50%	56%	54%