

December 31, 2022 Annual Statement

Home Mutual Insurance Association

Bradley Vollstedt

PO BOX 367

MANNING IA 51455

Iowa Company Number: 0026

DECEMBER 31, 2022

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 12,401,391
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	\$ 3,046,059	\$	\$ 452,063	\$ 2,593,996	
3. Windstorm	3,009,725		446,669	2,563,056	
4. Other					
5. Totals	\$ 6,055,784	\$	\$ 898,732	\$ 5,157,052	
6. All reinsurance premiums ceded other than Per Risk				947,506	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 4,209,546
8. Interest received on bonds				204,091	
9. Increase in adjustment of bonds \$		5,637	, less		
\$	26,806	decrease in adjustment of bonds		(21,169)	
10. Dividends received				138,288	
11. Interest received on bank deposits (schedule C-2, column 7)				27	
12. Other Interest				250	
13. Profit on sale of investment				303,147	
14. Rents received*				1,200	
15. Total income from investments (items 8 through 14)					\$ 625,834
16. Borrowed money					
17. Premiums collected for other companies (less refunds)					
18. Increase in ledger liabilities				924,185	
19. "Overwrite Fees" received				30,430	
20. Federal income tax refund				98,359	
21. Miscellaneous income				29	
22.					
23. Total (items 16 through 22)					\$ 1,053,003
24. Total income (items 7, 15, and 23)					\$ 5,888,383
25. Total assets and income (item 1 plus item 25)					\$ 18,289,774

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

DECEMBER 31, 2022

1. Amount brought forward from line 29 page 2

\$ 18,289,774

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.	\$ 2,789,674		\$ 667,480	\$ 2,122,194
3. Windstorm	2,816,250		229,515	2,586,735
4. Other (Sch G)				
5. Totals	\$ 5,605,924	\$	\$ 896,995	\$ 4,708,929

6. All reinsurance losses ceded other than Per Risk Losses

7. Net losses (line 6, col.4 - line 7 = line 8)

\$ 4,708,929

OPERATING EXPENSE

8. Loss Adjustment Expenses	195,651										
9. Commissions	907,019										
10. Advertising	4,187										
11. Boards, bureaus and associations	10,604										
12. Inspection and loss prevention	7,500										
13. Salaries of officers.	118,625										
14. Expenses of officers	10,953										
15. Salaries of office employees	343,735										
16. Employee welfare	54,454										
17. Insurance	41,036										
18. Directors' compensation	10,890										
19. Directors' expenses											
20. Rent and other items	1,200										
21. Equipment	29,489										
22. Printing, stationery and supplies	95,175										
23. Postage and telephone	26,953										
24. Legal and auditing	23,500										
25. State insurance taxes	<table border="0"> <tr> <td align="right">March 1</td> <td align="right">3,075</td> <td></td> </tr> <tr> <td>June 1</td> <td align="right">27,760</td> <td align="right">August 15</td> </tr> <tr> <td></td> <td align="right">27,760</td> <td align="right">27,760</td> </tr> </table>	March 1	3,075		June 1	27,760	August 15		27,760	27,760	58,595
March 1	3,075										
June 1	27,760	August 15									
	27,760	27,760									
26. Insurance Division licenses and fees	706										
27. Payroll taxes	35,706										
28. All other taxes (excluding Federal income)											
29. Real estate expenses	7,817										
30. Real estate taxes	3,574										
31. Interest on borrowed money	15,436										
32. Miscellaneous	(158)										
Association Meeting Expense	15,264										
Retirement - SAR SEP Mutual Share	18,201										
Annual Meeting & Agents' Meeting Expense	5,300										
Investment Expenses	37,062										
Donations	12,450										
33. Automobile Expense											
34. Total operating expense (items 9 through 34)	\$ 2,090,924										

NON-OPERATING EXPENSE

35. Borrowed money repaid		
36. Depreciation on real estate	26,489	
37. Loss on sale of investments	33,595	
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 36 through 43)	\$ 60,084	
44. Total disbursements (items 8, 35 and 44)	\$ 6,859,937	
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4	\$ 11,429,837	

ASSETS - DECEMBER 31, 2022

	(1)	(2)	(3)	(4)	(5)
	Ledger Assets	Non-ledger	Non-admitted Assets including excess of book over market or amortized values	Current Year Net Admitted Assets (1+2-3=4)	Prior Year Net Admitted Assets
1. Bonds (schedule A-part 1)	\$ 6,229,699			6,229,699	\$ 6,600,868
2. Stocks (schedule A-part 2).	3,245,884	678,918		3,924,802	\$ 5,855,428
3. Bank Balances					
3.1 Check (C-1)	181,397			181,397	\$ 118,625
3.2 Interest Bearing (C-2)	5,249			5,249	\$ 114,222
4. Real estate (schedule F)	902,004		195,001	707,003	\$ 728,452
5. Cash in office	100			100	\$ 100
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	
6.2 Due after November 1	727,288		658,320	68,968	\$ 22,281
7. Reinsurance receivable on paid losses	10,817			10,817	\$ 152,500
8. Accrued interest	xxxxxxx	57,366		57,366	\$ 62,093
9. Accrued rent due	xxxxxxx				
10. Equipment and furniture	120,481		120,481	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					
13. Federal income tax recoverable		5,800	5,800		
14. EDP Equipment	6,918			6,918	\$ 4,708
15. Overwrite Receivable		2,213		2,213	\$ 1,935
16. Prepaid Reinsurance					\$ -
17. Totals	\$ 11,429,837	\$ 744,297	\$ 979,602	\$ 11,194,532	\$ 13,661,212

LIABILITIES - DECEMBER 31, 2022

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 413,951		
2. Unpaid claims (incurred but not reported)	25,000		
3. Total unpaid losses	438,951		
4. Less: reinsurance recoverable on unpaid losses	100,938		
5. Net unpaid claims		\$ 338,013	\$ 1,623,823
6. Unpaid adjusting expenses		5,000	61,415
7. Ceded reinsurance balances payable		14,247	26,440
8. Unpaid salaries and commissions		109,085	90,981
9. Borrowed money		910,281	
10. Interest due on borrowed money		2,062	
11. Amounts withheld for the account of others		(386)	(472)
12. Taxes payable: Real Estate		3,730	3,410
Federal Income			
Premium		5,001	3,075
Other		336	257
13. Other unpaid expenses		8,578	6,038
14. Premiums collected for other companies - not remitted		(13,962)	(9,599)
15. Premiums received in advance		140,278	163,282
*16. Unearned premium reserve		2,402,868	2,164,200
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 3,925,131	\$ 4,132,850
20. Surplus		\$ 7,269,401	\$ 9,528,362
21. Total liabilities and surplus		\$ 11,194,532	\$ 13,661,212

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

*Method of calculation: Actual, daily pro-rata

HISTORICAL INFORMATION

	2022	2021	2020	2019	2018
Gross Premium					
Fire	3,046,059	2,794,585	2,638,730	2,526,318	2,424,303
Windstorm	3,009,725	2,761,250	2,607,255	2,496,182	2,395,385
Other	-	-	-	-	-
Total Direct Premiums	6,055,784	5,555,835	5,245,985	5,022,500	4,819,688
Net Premiums Written					
Fire	2,593,996	2,391,206	2,637,113	2,524,658	2,422,774
Windstorm	2,563,056	2,362,683	2,605,657	2,494,542	2,393,874
Other	-	-	-	-	-
Total Direct Premiums	5,157,052	4,753,889	5,242,770	5,019,200	4,816,648
Total Net of Reinsurance	4,209,546	3,989,618	3,829,161	3,669,436	3,531,026
Gross Losses Paid					
Fire	2,789,674	841,956	1,434,253	831,255	879,090
Windstorm	2,816,250	1,647,136	1,101,022	365,530	1,025,340
Other	-	-	-	-	-
Total	5,605,924	2,489,092	2,535,275	1,196,785	1,904,430
Net Losses Paid					
Fire	2,122,194	834,076	1,434,253	831,255	879,090
Windstorm	2,586,735	1,366,262	1,101,022	365,530	1,025,340
Other	-	-	-	-	-
Total	4,708,929	2,200,338	2,535,275	1,196,785	1,904,430
Total Net of Reinsurance	4,708,929	2,200,338	2,535,275	1,196,785	1,904,430
Loss Percentage (Direct)					
Fire Losses/Fire Prem	91.6%	30.1%	54.4%	32.9%	36.3%
Windstorm Losses/Windstorm Prem	93.6%	59.7%	42.2%	14.6%	42.8%
Other Losses/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	92.6%	44.8%	48.3%	23.8%	39.5%
Loss Percentage (Net)					
Fire Losses/Fire Prem	81.8%	34.9%	54.4%	32.9%	36.3%
Windstorm Losses/Windstorm Prem	100.9%	57.8%	42.3%	14.7%	42.8%
Other Losses/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	91.3%	46.3%	48.4%	23.8%	39.5%
Net Losses/Net Premiums	111.9%	55.2%	66.2%	32.6%	53.9%
Balance Sheet Items					
Total Admitted Assets	11,194,532	13,661,212	13,450,243	11,941,163	10,097,254
Liabilities	3,925,131	4,132,850	3,455,041	2,645,418	2,236,996
Surplus	7,269,401	9,528,362	9,995,202	9,295,745	7,860,258
Bonds	6,229,699	6,600,868	7,083,793	6,960,035	6,004,078
Stocks	3,924,802	5,855,428	4,883,102	4,007,045	3,428,704
Real Estate	707,003	728,452	591,574	44,153	47,073
Unpaid Premium (line 8.1)	-	-	769	58	-
Unpaid Premium (line 8.2)	68,968	22,281	24,411	14,641	22,554
Unearned Premium	2,402,868	2,164,200	1,999,237	1,909,289	1,779,543
Balance Sheet Percentages					
Bonds/Admitted Assets	56%	48%	53%	58%	59%
Stocks/Admitted Assets	35%	43%	36%	34%	34%
Real Estate/Admitted Assets	6%	5%	4%	0%	0%
Unpaid Prem (line 8.2)/Admitted Assets	1%	0%	0%	0%	0%
Income/Disbursement Items					
Total Income	5,888,383	4,819,524	4,928,731	4,152,442	3,996,585
Total Disbursements	6,859,937	4,896,352	4,142,079	2,805,009	3,427,266
Operating Expense	2,090,924	1,835,041	1,582,971	1,538,727	1,519,915
Commissions	907,019	832,043	785,148	751,545	721,529
Investment Income	625,834	739,042	319,655	453,344	434,654
Salaries (lines 14-17)	527,767	437,480	380,931	428,420	424,797
Other					
Gross Risk in Force	1,863,724,040	1,690,782,852	1,574,475,641	1,504,256,592	1,399,280,737
Number of Policies	4,001	3,888	3,804	3,760	3,625
Operating Expense/Net Premium	50%	46%	41%	42%	43%