

December 31, 2022 Annual Statement

Sherrill Mutual Fire Insurance Association

Peter Hagenson

PO BOX 19

SHERRILL IA 52073

Iowa Company Number: 0058

DECEMBER 31, 2022

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 3,677,145
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	\$ 1,121,549	\$	\$	\$ 1,121,549	
3. Windstorm	754,551			754,551	
4. Other					
5. Totals	\$ 1,876,100	\$	\$	\$ 1,876,100	
6. All reinsurance premiums ceded other than Per Risk				282,970	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 1,593,130
8. Interest received on bonds				62,247	
9. Increase in adjustment of bonds \$		598	, less		
\$	1,520	decrease in adjustment of bonds		(923)	
10. Dividends received				24,932	
11. Interest received on bank deposits (schedule C-2, column 7)				8,049	
12. Other Interest					
13. Profit on sale of investment				25,626	
14. Rents received*				4,200	
15. Total income from investments (items 8 through 14)					\$ 124,132
16. Borrowed money					
17. Premiums collected for other companies (less refunds)				192,822	
18. Increase in ledger liabilities				6,166	
19. "Overwrite Fees" received					
20. Federal income tax refund					
21. Miscellaneous income					
22.					
23. Total (items 16 through 22)					\$ 198,988
24. Total income (items 7, 15, and 23)					\$ 1,916,250
25. Total assets and income (item 1 plus item 25)					\$ 5,593,395

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

DECEMBER 31, 2022

1. Amount brought forward from line 29 page 2

\$ 5,593,395

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.	\$ 352,085	\$	\$	\$ 352,085
3. Windstorm	222,606		11,229	211,377
4. Other (Sch G)				
5. Totals	\$ 574,691	\$	\$ 11,229	\$ 563,462

6. All reinsurance losses ceded other than Per Risk Losses

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

\$ 563,462

OPERATING EXPENSE

8. Loss Adjustment Expenses				38,056
9. Commissions				310,032
10. Advertising				13,602
11. Boards, bureaus and associations				7,375
12. Inspection and loss prevention				47,492
13. Salaries of officers.				47,179
14. Expenses of officers				
15. Salaries of office employees				85,901
16. Employee welfare				20,192
17. Insurance				12,890
18. Directors' compensation				2,000
19. Directors' expenses				5,362
20. Rent and other items				3,000
21. Equipment				20,674
22. Printing, stationery and supplies				3,853
23. Postage and telephone				15,299
24. Legal and auditing				11,294
25. State insurance taxes				
	March 1	3,136		
	June 1	7,867	August 15	7,867
				18,870
26. Insurance Division licenses and fees				1,023
27. Payroll taxes				20,026
28. All other taxes (excluding Federal income)				
29. Real estate expenses				4,573
30. Real estate taxes				680
31. Interest on borrowed money				
32. Miscellaneous				319
a. Annual Meeting.....				1,555
b. Donations/Contributions.....				4,100
c. Travel and Travel Items.....				3,350
d. Over and Short.....				
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 698,697

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				2,111
37. Loss on sale of investments				
38. Federal income tax Prior year	1,060		Current year	6,496
39. Premium collections transmitted to other companies				155,026
40. Commissions paid agents for other companies				27,386
41. Decrease in ledger liabilities				
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 192,079
44. Total disbursements (items 8, 35 and 44)				\$ 1,454,238
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 4,139,157

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)	\$ 1,304,959	\$	\$	1,304,959	\$ 1,788,229
2. Stocks (schedule A-part 2).	1,180,067		139,060	1,041,007	\$ 1,157,214
3. Bank Balances					
3.1 Check (C-1)	514,213			514,213	\$ 303,067
3.2 Interest Bearing (C-2)	955,569			955,569	\$ 442,196
4. Real estate (schedule F)	173,385			173,385	\$ 30,145
5. Cash in office	306			306	\$ 99
6. Unpaid Premiums					
6.1 Due before November 1		642	642	xxxxxxx	xxxxxxx
6.2 Due after November 1		11,335		11,335	\$ 352
7. Reinsurance receivable on paid losses					\$ -
8. Accrued interest	xxxxxxx	13,738		13,738	\$ 15,061
9. Accrued rent due	xxxxxxx				\$ -
10. Equipment and furniture	6,083		6,083	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					\$ -
13. Federal income tax recoverable					\$ -
14. Electronic data processing equipment	3,042		297	2,745	\$ 250
15. Miscellaneous Receivable	1,534			1,534	\$ 2,126
16. .					\$ -
17. Totals	\$ 4,139,158	\$ 25,715	\$ 146,082	\$ 4,018,791	\$ 3,738,739

LIABILITIES - DECEMBER 31, 2022

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 88,796		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	88,796		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 88,796	\$ 73,900
6. Unpaid adjusting expenses		3,200	1,700
7. Ceded reinsurance balances payable		23,620	23,153
8. Unpaid salaries and commissions		42,561	32,995
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		2,202	4,368
12. Taxes payable:			
Real Estate		340	366
Federal Income		7,000	1,000
Premium		3,027	3,136
Other		125	1,311
13. Other unpaid expenses		447	1,495
14. Premiums collected for other companies - not remitted		12,577	10,863
15. Premiums received in advance		47,825	30,522
*16. Unearned premium reserve		748,000	625,000
17. Service Fees and Employee Benefits Payable		1,576	1,400
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 981,296	\$ 811,209
20. Surplus		\$ 3,037,495	\$ 2,927,530
21. Total liabilities and surplus		\$ 4,018,791	\$ 3,738,739

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

*Method of calculation: 40% method.

HISTORICAL INFORMATION

	2022	2021	2020	2019	2018
Gross Premium					
Fire	1,121,549	994,678	801,239	772,569	723,401
Windstorm	754,551	578,675	458,593	436,383	408,084
Other	-	-	-	-	-
Total Direct Premiums	1,876,100	1,573,353	1,259,832	1,208,952	1,131,485
Net Premiums Written					
Fire	1,121,549	994,678	801,239	772,569	723,401
Windstorm	754,551	578,675	458,593	436,383	408,084
Other	-	-	-	-	-
Total Direct Premiums	1,876,100	1,573,353	1,259,832	1,208,952	1,131,485
Total Net of Reinsurance	1,593,130	1,296,026	996,470	955,360	830,230
Gross Losses Paid					
Fire	352,085	192,639	147,164	315,691	422,456
Windstorm	222,606	103,805	723,392	164,150	48,738
Other	-	-	-	-	-
Total	574,691	296,444	870,556	479,841	471,194
Net Losses Paid					
Fire	352,085	192,639	147,164	315,691	422,456
Windstorm	211,377	103,805	723,392	164,150	48,738
Other	-	-	-	-	-
Total	563,462	296,444	870,556	479,841	471,194
Total Net of Reinsurance	563,462	296,444	580,306	406,424	350,887
Loss Percentage (Direct)					
Fire Losses/Fire Prem	31.4%	19.4%	18.4%	40.9%	58.4%
Windstorm Losses/Windstorm Prem	29.5%	17.9%	157.7%	37.6%	11.9%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	30.6%	18.8%	69.1%	39.7%	41.6%
Loss Percentage (Net)					
Fire Losses/Fire Prem	31.4%	19.4%	18.4%	40.9%	58.4%
Windstorm Losses/Windstorm Prem	28.0%	17.9%	157.7%	37.6%	11.9%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	30.0%	18.8%	69.1%	39.7%	41.6%
Net Losses/Net Premiums	35.4%	22.9%	58.2%	42.5%	42.3%
Balance Sheet Items					
Total Admitted Assets	4,018,791	3,738,740	3,136,558	3,057,250	2,837,109
Liabilities	981,296	811,210	645,691	605,613	689,897
Surplus	3,037,495	2,927,530	2,490,867	2,451,637	2,147,212
Bonds	1,304,959	1,788,229	2,095,987	2,290,103	2,354,180
Stocks	1,041,007	1,157,215	248,532	98,085	19,315
Real Estate	173,385	30,145	26,869	28,742	8,577
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	11,335	352	4,500	2,224	4,302
Unearned Premium	748,000	625,000	507,000	480,000	451,000
Balance Sheet Percentages					
Bonds/Admitted Assets	32%	48%	67%	75%	83%
Stocks/Admitted Assets	26%	31%	8%	3%	1%
Real Estate/Admitted Assets	4%	1%	1%	1%	0%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
Income/Disbursement Items					
Total Income	1,916,250	1,665,091	1,267,463	1,180,715	1,039,358
Total Disbursements	1,454,238	1,142,037	1,247,646	966,629	860,993
Operating Expense	698,697	591,177	525,333	439,729	401,059
Commissions	310,032	239,694	187,376	181,249	169,839
Investment Income	124,132	188,760	94,850	99,202	92,947
Salaries (lines 14-17)	153,272	153,310	128,799	100,736	85,120
Other					
Gross Risk in Force	652,045,664	535,296,459	443,566,718	406,551,167	372,334,275
Number of Policies	1,307	1,183	1,081	1,054	1,020
Operating Expense/Net Premium	44%	46%	53%	46%	48%