

December 31, 2022 Annual Statement

Svea Mutual Insurance Association

Monte Kann

1903 140TH ST, PO BOX 35

SWEDESBURG IA 52652

Iowa Company Number: 0075

DECEMBER 31, 2022

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 2,576,089	
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	\$ 222,752		\$ 30,859	\$ 191,893		
3. Windstorm	235,738			235,738		
4. Other						
5. Totals	\$ 458,490		\$ 30,859	\$ 427,631		
6. All reinsurance premiums ceded other than Per Risk				132,365		
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 295,266	
8. Interest received on bonds				3,604		
9. Increase in adjustment of bonds \$ _____, less						
\$ 1,233 decrease in adjustment of bonds				(1,233)		
10. Dividends received				392		
11. Interest received on bank deposits (schedule C-2, column 7)				33,764		
12. Other Interest				3,605		
13. Profit on sale of investment						
14. Rents received*						
15. Total income from investments (items 8 through 14)					\$ 40,132	
16. Borrowed money						
17. Premiums collected for other companies (less refunds)				11,311		
18. Increase in ledger liabilities						
19. "Overwrite Fees" received						
20. Federal income tax refund						
21. Miscellaneous income						
22. GMRC Contingency Commission				4,692		
23. Total (items 16 through 22)					\$ 16,003	
24. Total income (items 7, 15, and 23)					\$ 351,400	
25. Total assets and income (item 1 plus item 25)					\$ 2,927,489	

*Includes _____ For association's occupancy of its own buildings

DECEMBER 31, 2022

1. Amount brought forward from line 29 page 2

\$ 2,927,489

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.	\$ 21,996	\$ 10,686	\$	\$ 32,682
3. Windstorm	30,292			30,292
4. Other (Sch G)				
5. Totals	\$ 52,288	\$ 10,686	\$	\$ 62,974

6. All reinsurance losses ceded other than Per Risk Losses

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

\$ 62,974

OPERATING EXPENSE

8. Loss Adjustment Expenses				8,750
9. Commissions				
10. Advertising				3,555
11. Boards, bureaus and associations				4,045
12. Inspection and loss prevention				
13. Salaries of officers.				47,958
14. Expenses of officers				
15. Salaries of office employees				
16. Employee welfare				32,746
17. Insurance				5,837
18. Directors' compensation				500
19. Directors' expenses				
20. Rent and other items				3,741
21. Equipment				
22. Printing, stationery and supplies				746
23. Postage and telephone				1,520
24. Legal and auditing				1,707
25. State insurance taxes				
	March 1	224		
	June 1	2,276	August 15	2,276
				4,776
26. Insurance Division licenses and fees				108
27. Payroll taxes				3,729
28. All other taxes (excluding Federal income)				
29. Real estate expenses				
30. Real estate taxes				
31. Interest on borrowed money				
32. Miscellaneous				
Donations				100
Data Processing Support				4,607
Over and Short				(11)
.				
.				
.				
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 124,414

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				
37. Loss on sale of investments				133
38. Federal income tax Prior year _____ Current year _____				
39. Premium collections transmitted to other companies				9,024
40. Commissions paid agents for other companies				
41. Decrease in ledger liabilities				1
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 9,159
44. Total disbursements (items 8, 35 and 44)				\$ 196,547
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 2,730,942

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)	\$ 130,551			130,551	\$ 181,918
2. Stocks (schedule A-part 2).	109,414	9,932		119,346	\$ 68,347
3. Bank Balances					
3.1 Check (C-1)	350,977			350,977	\$ 344,758
3.2 Interest Bearing (C-2)	2,140,000			2,140,000	\$ 1,990,000
4. Real estate (schedule F)					
5. Cash in office					
6. Unpaid Premiums					
6.1 Due before November 1			284	xxxxxxx	
6.2 Due after November 1		1,366		1,366	\$ 1,143
7. Reinsurance receivable on paid losses					
8. Accrued interest	xxxxxxx	9,725		9,725	\$ 6,596
9. Accrued rent due	xxxxxxx				
10. Equipment and furniture				xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					
13. Federal income tax recoverable					
14. .					
15. .					
16. .					
17. Totals	\$ 2,730,942	\$ 21,023	\$ 284	\$ 2,751,965	\$ 2,592,762

LIABILITIES - DECEMBER 31, 2022

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 19,805		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	19,805		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 19,805	\$ 18,920
6. Unpaid adjusting expenses			
7. Ceded reinsurance balances payable		13,663	13,022
8. Unpaid salaries and commissions			
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		1,087	1,087
12. Taxes payable: Real Estate			
Federal Income			
Premium			
Other		96	287
13. Other unpaid expenses		752	1,133
14. Premiums collected for other companies - not remitted		851	741
15. Premiums received in advance		2,271	8,802
*16. Unearned premium reserve		186,102	180,728
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 224,626	\$ 224,720
20. Surplus		\$ 2,527,339	\$ 2,368,042
21. Total liabilities and surplus		\$ 2,751,965	\$ 2,592,762

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

*Method of calculation:

Forty percent [(page 2, line2, column 1 + line 3, column 1+line 5, column2) +(page 4, line 8.2, column4) - Reserve (page 5, line 15) - (page 4, line 8.2, column 4 prior year) + (page 5, line 15 prior year) - (any service fees included as premium income)] = Unearned Premium

$$40\% \times ((458490) + 1376 - 2271 - 1143 + 8802) = 186,172$$

HISTORICAL INFORMATION

	2022	2021	2020	2019	2018
Gross Premium					
Fire	222,752	220,910	210,572	210,205	203,826
Windstorm	235,738	234,305	222,192	222,277	215,967
Other	-	-	-	-	61,639
Total Direct Premiums	458,490	455,215	432,764	432,482	481,432
Net Premiums Written					
Fire	191,893	193,560	210,572	210,205	203,826
Windstorm	235,738	234,305	222,192	222,227	215,967
Other	-	-	-	-	13,853
Total Direct Premiums	427,631	427,865	432,764	432,432	433,646
Total Net of Reinsurance	295,266	298,830	276,060	266,142	268,857
Gross Losses Paid					
Fire	21,996	24,446	310,167	31,790	80,804
Windstorm	30,292	8,300	12,038	7,617	25,848
Other	-	-	-	-	73,741
Total	52,288	32,746	322,205	39,407	180,393
Net Losses Paid					
Fire	32,682	24,446	310,167	31,790	80,804
Windstorm	30,292	8,300	12,038	7,617	25,848
Other	-	-	-	-	-
Total	62,974	32,746	322,205	39,407	106,652
Total Net of Reinsurance	62,974	20,038	225,800	39,407	106,652
Loss Percentage (Direct)					
Fire Losses/Fire Prem	9.9%	11.1%	147.3%	15.1%	39.6%
Windstorm Losses/Windstorm Prem	12.8%	3.5%	5.4%	3.4%	12.0%
Other Losses/Other Premiums	0.0%	0.0%	0.0%	0.0%	119.6%
Total Losses/Total Prem	11.4%	7.2%	74.5%	9.1%	37.5%
Loss Percentage (Net)					
Fire Losses/Fire Prem	17.0%	12.6%	147.3%	15.1%	39.6%
Windstorm Losses/Windstorm Prem	12.8%	3.5%	5.4%	3.4%	12.0%
Other Losses/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	14.7%	7.7%	74.5%	9.1%	24.6%
Net Losses/Net Premiums	21.3%	6.7%	81.8%	14.8%	39.7%
Balance Sheet Items					
Total Admitted Assets	2,751,965	2,592,762	2,385,964	2,401,422	2,254,799
Liabilities	224,626	224,720	194,663	213,534	193,614
Surplus	2,527,339	2,368,041	2,191,302	2,187,888	2,061,185
Bonds	130,551	181,918	183,331	214,835	216,278
Stocks	119,346	68,347	67,356	36,234	36,242
Real Estate	-	-	-	-	-
Unpaid Premium (line 8.1)	-	-	1,576	513	-
Unpaid Premium (line 8.2)	1,366	1,143	-	290	303
Unearned Premium	186,102	180,728	174,065	172,838	169,939
Balance Sheet Percentages					
Bonds/Admitted Assets	5%	7%	8%	9%	10%
Stocks/Admitted Assets	4%	3%	3%	2%	2%
Real Estate/Admitted Assets	0%	0%	0%	0%	0%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
Income/Disbursement Items					
Total Income	351,400	356,206	338,557	317,946	312,896
Total Disbursements	196,547	148,635	355,378	172,452	233,374
Operating Expense	124,414	119,210	119,839	127,630	116,118
Commissions	-	-	-	-	-
Investment Income	40,132	40,872	45,466	39,665	32,575
Salaries (lines 14-17)	80,705	78,657	76,321	74,035	70,580
Other					
Gross Risk in Force	151,222,148	146,098,466	142,067,455	139,619,213	136,798,024
Number of Policies	404	414	419	420	413
Operating Expense/Net Premium	42%	40%	43%	48%	43%