

December 31, 2023 - Annual Statement

Iowa Company Number: 0001

Adair County Mutual Insurance Association

Sherol Brown
168 PUBLIC SQUARE, PO BOX 210
GREENFIELD IA 50849

DECEMBER 31, 2023

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....	2,658,361			
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	\$1,101,097	\$0	\$1,101,097	
3.	Windstorm	962,756	0	962,756	
4.	Other	0	0	0	
5.	Totals	\$2,063,853	\$0	\$2,063,853	
6.	All reinsurance premiums ceded other than Per Risk			564,419	
7.	Total net premiums and fees (line 5, col. 4 - line 6 = line 8)				\$1,499,434
8.	Interest received on bonds			44,311	
9.	Increase in adjustment of bonds	\$ 714	, less		
	\$ 5,325 decrease in adjustment of bonds			(4,611)	
10.	Dividends received			66,982	
11.	Interest received on bank deposits (schedule C-2, column 7)			0	
12.	Other interest			0	
13.	Profit on sale of investment			33,521	
14.	Rents received*			8,850	
15.	Total income from investments (items 8 through 14)				\$149,053
16.	Borrowed money			390,000	
17.	Premiums collected for other companies (less refunds)			173,052	
18.	Increase in ledger liabilities			0	
19.	"Overwrite Fees" received			206	
20.	Federal income tax refund			0	
21.	Miscellaneous income			0	
22.	Crop Hail Contingency Commission			0	
23.	Total (items 16 through 22)				\$563,258
24.	Total income (items 7, 15, and 23)				\$2,211,745
25.	Total assets and income (item 1 plus item 25)				\$4,870,106

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

DECEMBER 31, 2023

1.	Amount brought forward from line 29, page 2								\$4,870,106
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	\$376,219		\$0	\$376,219				
3.	Windstorm	551,136		0	551,136				
4.	Other (Sch G)		0	0					
5.	Totals	\$927,355	\$0	\$0	\$927,355				
6.	All reinsurance losses ceded other than Per Risk Losses				313,862				
7.	Net losses (line 6, col. 4 - line 7 = line 8)								\$613,493
OPERATING EXPENSE									
8.	Loss Adjustment Expenses				61,570				
9.	Commissions				308,252				
10.	Advertising				5,899				
11.	Boards, bureaus and associations				13,080				
12.	Inspection and loss prevention				38,503				
13.	Salaries of officers				74,000				
14.	Expenses of officers				1,350				
15.	Salaries of office employees				99,267				
16.	Employee welfare				25,340				
17.	Insurance				15,811				
18.	Directors' compensation				7,050				
19.	Directors' expenses				1,792				
20.	Rent and rent items				1,200				
21.	Equipment				58,700				
22.	Printing, stationery and supplies				10,328				
23.	Postage and telephone				11,600				
24.	Legal and auditing				21,720				
25.	State insurance taxes	March 1	3,099						
		June 1	9,467	August 15	9,467				22,033
26.	Insurance Division licenses and fees				12,858				
27.	Payroll taxes				17,701				
28.	All other taxes (excluding Federal income)				0				
29.	Real estate expenses				11,125				
30.	Real estate taxes				1,943				
31.	Interest on borrowed money				22,997				
32.	Miscellaneous				24,563				
	a. Annual meeting expense				4,883				
	b. Travel expenses				29				
	c. Data processing				0				
	d. Donations				353				
	e. Agency expense reimbursement				(66,000)				
33.	Automobile Expense				0				
34.	Total operating expense (items 9 through 34)								\$807,947
NON-OPERATING EXPENSE									
35.	Borrowed money repaid				755,000				
36.	Depreciation on real estate				1,053				
37.	Loss on sale of investments				0				
38.	Federal income tax Prior year	0	Current year	0	0				
39.	Premium collections transmitted to other companies				147,808				
40.	Commissions paid agents for other companies				0				
41.	Decrease in ledger liabilities				8,079				
42.									
43.	Total non-operating expense (items 36 through 43)								\$911,940
44.	Total disbursements (items 8, 35 and 44)								\$2,333,380
45.	Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4								\$2,536,726

ASSETS - DECEMBER 31, 2023

	(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)	\$1,451,492		0	\$1,451,492	\$1,531,102
2. Stocks (schedule A - part 2)	649,575	1,313,316	20,000	1,942,891	1,991,458
3. Bank Balances					
3.1 Check (C-1)	26,180			26,180	28,565
3.2 Interest Bearing (C-2)	0			0	0
4. Real estate (schedule F)	49,818			49,818	50,871
5. Cash in office	200			200	200
6. Unpaid Premiums					
6.1 Due before November 1	(2,274)		(2,274)	XXXXXXXX	XXXXXXXX
6.2 Due after November 1	361,735		360,022	1,713	647
7. Reinsurance receivable on paid losses	0	19,920		19,920	24,608
8. Accrued interest	XXXXXXXX	12,563		12,563	53,179
9. Accrued rent due	XXXXXXXX			0	0
10. Equipment and furniture	0		0	XXXXXXXX	XXXXXXXX
11. Automobiles	0		0	XXXXXXXX	XXXXXXXX
12. Cash surrender value of life ins	0			0	0
13. Federal income tax recoverable	0	0	0	0	0
14. Electronic data processing equipment	0		0	0	0
15. Contingency Receivable	0	0	0	0	0
16. Investment Receivable	0	0	0	0	0
17. Totals	\$2,536,726	\$1,345,799	\$377,748	\$3,504,777	\$3,680,630

LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$37,225	
2.	Unpaid claims (incurred but not reported)	5,000	
3.	Total unpaid losses	42,225	
4.	Less: reinsurance recoverable on unpaid losses	13,100	
5.	Net unpaid claims	\$29,125	\$0
6.	Unpaid adjusting expenses	4,842	3,458
7.	Ceded reinsurance balances payable	95,904	45,768
8.	Unpaid salaries and commissions	22,359	25,047
9.	Borrowed money	80,000	445,000
10.	Interest due on borrowed money	28	366
11.	Amounts withheld for the account of others	4,328	4,665
12.	Taxes payable: Real Estate	1,984	1,902
	Federal Income	0	0
	Premium	1,705	3,099
	Other	0	0
13.	Other unpaid expenses	5,007	5,295
14.	Premiums collected for other companies - not remitted	11,507	11,704
15.	Premiums received in advance	28,644	47,943
*16.	Unearned premium reserve	706,388	634,108
17.	Service Fees and Employee Benefits Payable		
18.	Miscellaneous Liabilities		
19.	Total liabilities	\$991,821	\$1,228,355
20.	Surplus	\$2,512,956	\$2,452,275
21.	Total liabilities and surplus	\$3,504,777	\$3,680,630

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

* Method of calculation: Actual; Daily Pro-Rata

HISTORICAL INFORMATION

	2023	2022	2021	2020	2019
<u>Gross Premium</u>					
Fire	1,101,097	1,011,266	835,315	824,429	849,559
Windstorm	962,756	882,007	747,957	740,123	775,637
Other	0	0	0	0	0
Total Direct Premiums	2,063,853	1,893,273	1,583,272	1,564,552	1,625,196
<u>Net Premiums Written</u>					
Fire	1,101,097	1,011,266	835,315	824,429	849,559
Windstorm	962,756	882,007	747,957	740,123	775,637
Other	0	0	0	0	0
Total Direct Premiums	2,063,853	1,893,273	1,583,272	1,564,552	1,625,196
Total Net of Reinsurance	1,499,434	1,346,889	1,083,852	1,049,842	1,108,675
<u>Gross Losses Paid</u>					
Fire	376,219	354,168	294,468	365,245	281,542
Windstorm	551,136	2,920,072	1,267,467	73,524	228,726
Other	0	0	0	0	0
Total	927,355	3,274,240	1,561,935	438,769	510,268
<u>Net Losses Paid</u>					
Fire	376,219	354,168	294,468	365,245	281,542
Windstorm	551,136	2,920,072	1,267,467	73,524	228,726
Other	0	0	0	0	0
Total	927,355	3,274,240	1,561,935	438,769	510,268
Total Net of Reinsurance	613,493	805,006	1,094,687	317,162	507,517
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	34.17%	35.02%	35.25%	44.30%	33.14%
Windstorm Losses/Windstorm Prem	57.25%	331.07%	169.46%	9.93%	29.49%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	44.93%	172.94%	98.65%	28.04%	31.40%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	34.17%	35.02%	35.25%	44.30%	33.14%
Windstorm Losses/Windstorm Prem	57.25%	331.07%	169.46%	9.93%	29.49%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	44.93%	172.94%	98.65%	28.04%	31.40%
Net Losses/Net Premiums	40.91%	59.77%	101.00%	30.21%	45.78%
<u>Balance Sheet Items</u>					
Total Admitted Assets	3,504,777	3,680,630	3,976,217	3,901,538	3,650,663
Liabilities	991,821	1,228,355	986,867	692,201	716,035
Surplus	2,512,956	2,452,275	2,989,350	3,209,337	2,934,628
Bonds	1,451,492	1,531,102	1,646,056	1,729,459	1,822,192
Stocks	1,942,891	1,991,458	2,011,828	1,854,350	1,729,587
Real Estate	49,818	50,871	41,193	33,561	38,105
Unpaid Premium (line 6.1)	0	0	0	0	0
Unpaid Premium (line 6.2)	1,713	647	1,412	988	302
Unearned Premium	706,388	634,108	516,031	504,386	522,100
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	41.41%	41.60%	41.40%	44.33%	49.91%
Stocks/Admitted Assets	55.44%	54.11%	50.60%	47.53%	47.38%
Real Estate/Admitted Assets	1.42%	1.38%	1.04%	0.86%	1.04%
Unpaid Prem (line 6.2)/Admitted Assets	0.05%	0.02%	0.04%	0.03%	0.01%
<u>Income/Disbursement Items</u>					
Total Income	2,211,745	2,194,999	1,938,100	1,372,890	1,433,915
Total Disbursements	2,333,380	2,200,153	2,186,564	1,157,603	1,504,683
Operating Expense	807,947	779,527	780,855	646,497	619,377
Commissions	308,252	301,399	288,513	248,604	226,584
Investment Income	149,053	95,817	165,278	147,004	143,917
Salaries (lines 14-17)	199,957	214,178	219,975	201,782	215,128
<u>Other</u>					
Gross Risk in Force	444,461,699	448,765,137	387,096,812	377,609,935	371,528,257
Number of Policies	962	1,179	1,110	1,238	1,306
Operating Expense/Net Premium	53.88%	57.88%	72.04%	61.58%	55.87%