

## December 31, 2023 - Annual Statement

*Iowa Company Number:* 0046

### Farmers Mutual Insurance Association

Alan Weiss  
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**DECEMBER 31, 2023**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 .....					\$ 5,072,957
<b>INCOME - INCREASES IN LEDGER ASSETS</b>					
<b>PREMIUMS</b>					
	(1)	(2)	(3)	(4)	
	Direct Premiums	Reinsurance Premiums Assumed	Per Risk Reinsurance Premiums Ceded	Net Premiums (1 + 2 - 3 = 4)	
2. Fire	\$ 2,003,662			\$ 2,003,662	
3. Windstorm	1,824,506			1,824,506	
4. Other					
5. Totals	\$ 3,828,168			\$ 3,828,168	
6. All reinsurance premiums ceded other than Per Risk				1,433,719	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 2,394,449
8. Interest received on bonds				133,176	
9. Increase in adjustment of bonds \$ <u>1,906</u> , less \$ <u>15,861</u> decrease in adjustment of bonds				(13,956)	
10. Dividends received				21,966	
11. Interest received on bank deposits (schedule C-2, column 7)				1,482	
12. Other Interest					
13. Profit on sale of investment				22,435	
14. Rents received*				30,000	
15. Total income from investments (items 8 through 14)					\$ 195,103
16. Borrowed money				405,920	
17. Premiums collected for other companies (less refunds)				304,905	
18. Increase in ledger liabilities				2,701	
19. "Overwrite Fees" received					
20. Federal income tax refund					
21. Miscellaneous income				18,199	
22. Billing Fees				7,890	
23. Total (items 16 through 22)					\$ 739,615
24. Total income (items 7, 15, and 23)					\$ 3,329,167
25. Total assets and income (item 1 plus item 25)					\$ 8,402,124

\*Includes \$ 21,000 For association's occupancy of its own buildings

**DECEMBER 31, 2023**

1. Amount brought forward from line 29 page 2

\$ 8,402,124

**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.	\$ 1,416,828	\$	\$	\$ 1,416,828
3. Windstorm	3,098,847			3,098,847
4. Other (Sch G)				
5. Totals	\$ 4,515,675	\$	\$	\$ 4,515,675

6. All reinsurance losses ceded other than Per Risk Losses

2,508,459

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

\$ 2,007,216

**OPERATING EXPENSE**

8. Loss Adjustment Expenses				260,436
9. Commissions				485,397
10. Advertising				12,501
11. Boards, bureaus and associations				13,742
12. Inspection and loss prevention				54,000
13. Salaries of officers.				68,600
14. Expenses of officers				
15. Salaries of office employees				111,250
16. Employee welfare				12,828
17. Insurance				17,074
18. Directors' compensation				13,600
19. Directors' expenses				
20. Rent and other items				21,000
21. Equipment				33,629
22. Printing, stationery and supplies				491
23. Postage and telephone				26,660
24. Legal and auditing				26,697
25. State insurance taxes	March 1	35	August 15	
	June 1	18,269	18,269	36,573
26. Insurance Division licenses and fees				3,695
27. Payroll taxes				22,534
28. All other taxes (excluding Federal income)				
29. Real estate expenses				5,650
30. Real estate taxes				1,551
31. Interest on borrowed money				20,398
32. Miscellaneous				590
a. Annual Meeting.....				650
b. Donations/Contributions.....				2,133
c. Travel and Travel Items.....				12,484
d. Over and Short.....				(165)
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 1,263,998

**NON-OPERATING EXPENSE**

35. Borrowed money repaid				205,920
36. Depreciation on real estate				315
37. Loss on sale of investments				7,274
38. Federal income tax Prior year _____ Current year _____				
39. Premium collections transmitted to other companies				243,928
40. Commissions paid agents for other companies				47,274
41. Decrease in ledger liabilities				
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 504,711
44. Total disbursements (items 8, 35 and 44)				\$ 3,775,925
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 4,626,199

## ASSETS - DECEMBER 31, 2023

	(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)	\$ 3,744,223	\$	\$ 593	3,743,630	\$ 3,950,391
2. Stocks (schedule A-part 2).	763,961		18,418	745,543	\$ 800,731
3. Bank Balances					
3.1 Check (C-1)	38,010			38,010	\$ 193,611
3.2 Interest Bearing (C-2)	37,937			37,937	\$ 86,455
4. Real estate (schedule F)	39,487			39,487	\$ 7,559
5. Cash in office	100			100	\$ 100
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	xxxxxxx
6.2 Due after November 1		23,716		23,716	\$ 23,211
7. Reinsurance receivable on paid losses		9,427		9,427	\$ 35,066
8. Accrued interest	xxxxxxx	26,789		26,789	\$ 28,267
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. Prepaid Reins & other assets	2,483			2,483	\$ -
17. Totals	\$ 4,626,201	\$ 59,932	\$ 19,011	\$ 4,667,122	\$ 5,125,391

**LIABILITIES - DECEMBER 31, 2023**

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 1,510,800		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	1,510,800		
4. Less: reinsurance recoverable on unpaid losses	1,432,569		
5. Net unpaid claims		\$ 78,231	\$ 265,099
6. Unpaid adjusting expenses		12,500	14,800
7. Ceded reinsurance balances payable		131,391	106,481
8. Unpaid salaries and commissions		45,724	41,913
9. Borrowed money		200,000	
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		2,289	
12. Taxes payable: Real Estate		1,551	1,875
Federal Income			
Premium		1,744	35
Other		186	193
13. Other unpaid expenses		2,356	2,471
14. Premiums collected for other companies - not remitted		19,021	19,812
15. Premiums received in advance		75,228	64,277
*16. Unearned premium reserve		1,506,000	1,441,000
17. Service Fees and Employee Benefits Payable		13,163	12,800
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 2,089,384	\$ 1,970,756
20. Surplus		\$ 2,577,738	\$ 3,154,635
21. Total liabilities and surplus		\$ 4,667,122	\$ 5,125,391

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

\*Method of calculation: 40% method.

## HISTORICAL INFORMATION

	2023	2022	2021	2020	2019
<b>Gross Premium</b>					
Fire	2,003,662	1,912,398	1,904,820	1,869,126	1,875,139
Windstorm	1,824,506	1,741,264	1,745,269	1,702,032	1,703,560
Other	-	-	-	-	-
Total Direct Premiums	3,828,168	3,653,662	3,650,089	3,571,158	3,578,699
<b>Net Premiums Written</b>					
Fire	2,003,662	1,912,398	1,904,820	1,875,139	1,822,309
Windstorm	1,824,506	1,741,264	1,745,269	1,703,560	1,648,729
Other	-	-	-	(8,160)	100,196
Total Direct Premiums	3,828,168	3,653,662	3,650,089	3,570,539	3,571,234
Total Net of Reinsurance	2,394,449	2,419,165	2,467,858	2,414,514	2,245,267
<b>Gross Losses Paid</b>					
Fire	1,416,828	874,621	602,970	704,314	1,988,237
Windstorm	3,098,847	2,140,253	1,801,381	741,032	487,405
Other	-	-	-	-	-
Total	4,515,675	3,014,874	2,404,351	1,445,346	2,475,642
<b>Net Losses Paid</b>					
Fire	1,416,828	874,621	602,970	704,314	1,988,237
Windstorm	3,098,847	2,140,253	1,801,381	741,032	487,405
Other	-	-	-	-	-
Total	4,515,675	3,014,874	2,404,351	1,445,346	2,475,642
Total Net of Reinsurance	2,007,216	1,898,254	2,294,371	1,317,447	1,787,579
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	70.7%	45.7%	31.7%	37.7%	106.0%
Windstorm Losses/Windstorm Prem	169.8%	122.9%	103.2%	43.5%	28.6%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	118.0%	82.5%	65.9%	40.5%	69.2%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	70.7%	45.7%	31.7%	37.6%	109.1%
Windstorm Losses/Windstorm Prem	169.8%	122.9%	103.2%	43.5%	29.6%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	118.0%	82.5%	65.9%	40.5%	69.3%
Net Losses/Net Premiums	83.8%	78.5%	93.0%	54.6%	79.6%
<b>Balance Sheet Items</b>					
Total Admitted Assets	4,667,122	5,125,391	5,556,574	6,092,308	5,794,184
Liabilities	2,089,384	1,970,758	1,761,858	1,946,505	1,989,690
Surplus	2,577,738	3,154,633	3,794,716	4,145,803	3,804,494
Bonds	3,743,630	3,950,391	4,339,469	4,794,746	4,445,680
Stocks	745,543	800,731	744,203	71,816	18,828
Real Estate	39,487	7,559	7,875	8,191	8,500
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	23,716	23,211	5,947	32,024	30,409
Unearned Premium	1,506,000	1,441,000	1,420,954	1,396,032	1,396,264
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	80%	77%	78%	79%	77%
Stocks/Admitted Assets	16%	16%	13%	1%	0%
Real Estate/Admitted Assets	1%	0%	0%	0%	0%
Unpaid Prem (line 8.2)/Admitted Assets	1%	0%	0%	1%	1%
<b>Income/Disbursement Items</b>					
Total Income	3,329,167	2,986,931	2,792,728	2,641,520	2,558,034
Total Disbursements	3,775,925	3,283,251	3,343,149	2,318,749	2,792,687
Operating Expense	1,263,998	1,039,949	972,693	925,379	958,775
Commissions	485,397	460,050	446,390	434,064	441,673
Investment Income	195,103	183,248	191,644	170,002	188,442
Salaries (lines 14-17)	192,678	202,326	210,482	198,282	153,659
<b>Other</b>					
Gross Risk in Force	1,096,820,889	1,067,350,077	1,007,497,878	979,209,884	972,131,010
Number of Policies	2,070	2,201	2,282	2,382	2,412
Operating Expense/Net Premium	53%	43%	39%	38%	43%