

December 31, 2023 - Annual Statement

Iowa Company Number: 0106

Farmers Mutual Insurance Association

William Brandau
708 CHASE ST, PO BOX 148
OSAGE IA 50461

DECEMBER 31, 2023

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 6,118,739
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	\$ 1,262,068			\$ 1,262,068	
3. Windstorm	1,730,388			1,730,388	
4. Other					
5. Totals	\$ 2,992,456			\$ 2,992,456	
6. All reinsurance premiums ceded other than Per Risk				957,375	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 2,035,081
8. Interest received on bonds				104,848	
9. Increase in adjustment of bonds \$		8,112			
\$	21,481				
decrease in adjustment of bonds				(13,368)	
10. Dividends received				46,111	
11. Interest received on bank deposits (schedule C-2, column 7)				38,595	
12. Other Interest					
13. Profit on sale of investment				67,307	
14. Rents received*				6,175	
15. Total income from investments (items 8 through 14)					\$ 249,667
16. Borrowed money					
17. Premiums collected for other companies (less refunds)				187,395	
18. Increase in ledger liabilities					
19. "Overwrite Fees" received					
20. Federal income tax refund				78,513	
21. Miscellaneous income				52,736	
22. Billing Fees					
23. Total (items 16 through 22)					\$ 318,644
24. Total income (items 7, 15, and 23)					\$ 2,603,392
25. Total assets and income (item 1 plus item 25)					\$ 8,722,131

*Includes \$ 6,175 For association's occupancy of its own buildings

DECEMBER 31, 2023

1. Amount brought forward from line 29 page 2

\$ 8,722,131

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.	\$ 402,094	\$	\$	\$ 402,094
3. Windstorm	236,113			236,113
4. Other (Sch G)				
5. Totals	\$ 638,207	\$	\$	\$ 638,207

6. All reinsurance losses ceded other than Per Risk Losses

159,996

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

\$ 478,211

OPERATING EXPENSE

8. Loss Adjustment Expenses				31,080
9. Commissions				380,804
10. Advertising				26,305
11. Boards, bureaus and associations				11,595
12. Inspection and loss prevention				3,575
13. Salaries of officers.				135,150
14. Expenses of officers				
15. Salaries of office employees				174,122
16. Employee welfare				72,772
17. Insurance				25,715
18. Directors' compensation				16,894
19. Directors' expenses				43
20. Rent and other items				6,175
21. Equipment				54,798
22. Printing, stationery and supplies				6,396
23. Postage and telephone				35,940
24. Legal and auditing				13,476
25. State insurance taxes	March 1	1,350		
	June 1	12,732	August 15	12,732
				26,814
26. Insurance Division licenses and fees				293
27. Payroll taxes				29,244
28. All other taxes (excluding Federal income)				49
29. Real estate expenses				9,667
30. Real estate taxes				2,529
31. Interest on borrowed money				
32. Miscellaneous				90
a. Annual Meeting.....				5,117
b. Donations/Contributions.....				3,506
c. Travel and Travel Items.....				680
d. Over and Short.....				578
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 1,073,407

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				3,510
37. Loss on sale of investments				
38. Federal income tax Prior year _____ Current year _____			13,688	13,688
39. Premium collections transmitted to other companies				149,352
40. Commissions paid agents for other companies				32,914
41. Decrease in ledger liabilities				
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 199,464
44. Total disbursements (items 8, 35 and 44)				\$ 1,751,082
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 6,971,049

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)	\$ 3,466,150	\$	\$	3,466,150	\$ 3,180,521
2. Stocks (schedule A-part 2).	1,739,013	996,996		2,736,009	\$ 2,553,175
3. Bank Balances					
3.1 Check (C-1)	94,802			94,802	\$ 128,093
3.2 Interest Bearing (C-2)	1,506,237			1,506,237	\$ 841,307
4. Real estate (schedule F)	77,376		19,100	58,276	\$ 61,179
5. Cash in office	100			100	\$ 100
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	xxxxxxx
6.2 Due after November 1		10,506		10,506	\$ 23,856
7. Reinsurance receivable on paid losses		14,805		14,805	\$ 79,013
8. Accrued interest	xxxxxxx	29,158		29,158	\$ 21,464
9. Accrued rent due	xxxxxxx				\$ -
10. Equipment and furniture	8,940		8,940	xxxxxxx	xxxxxxx
11. Automobiles	74,909		74,909	xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					\$ -
13. Federal income tax recoverable					\$ -
14. EDP Equipment	2,685		357	2,328	\$ 5,422
15. Misc Receivables					\$ -
16. Suspense Account	840			840	\$ 708
17. Totals	\$ 6,971,052	\$ 1,051,465	\$ 103,306	\$ 7,919,211	\$ 6,894,838

LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 32,000		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	32,000		
4. Less: reinsurance recoverable on unpaid losses	22,000		
5. Net unpaid claims		\$ 10,000	\$ 86,500
6. Unpaid adjusting expenses		600	5,300
7. Ceded reinsurance balances payable		220,669	57,339
8. Unpaid salaries and commissions		49,873	2,830
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		4,104	3,297
12. Taxes payable: Real Estate		2,570	2,572
Federal Income		32,000	
Premium		4,461	1,350
Other		1,153	817
13. Other unpaid expenses		3,430	4,363
14. Premiums collected for other companies - not remitted		13,549	12,488
15. Premiums received in advance		32,866	52,133
*16. Unearned premium reserve		1,195,000	1,020,000
17. Service Fees and Employee Benefits Payable		14,374	
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,584,649	\$ 1,248,989
20. Surplus		\$ 6,334,562	\$ 5,645,849
21. Total liabilities and surplus		\$ 7,919,211	\$ 6,894,838

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

*Method of calculation: 40% method.

HISTORICAL INFORMATION

	2023	2022	2021	2020	2019
Gross Premium					
Fire	1,262,068	1,080,858	1,023,671	1,037,104	994,446
Windstorm	1,730,388	1,465,498	1,387,735	1,407,908	1,345,682
Other	-	-	-	-	-
Total Direct Premiums	2,992,456	2,546,356	2,411,406	2,445,012	2,340,128
Net Premiums Written					
Fire	1,262,068	1,080,858	1,023,671	1,037,104	994,446
Windstorm	1,730,388	1,465,498	1,387,735	1,407,908	1,345,682
Other	-	-	-	-	-
Total Direct Premiums	2,992,456	2,546,356	2,411,406	2,445,012	2,340,128
Total Net of Reinsurance	2,035,081	1,885,291	1,737,486	1,787,777	1,634,480
Gross Losses Paid					
Fire	402,094	565,023	591,299	330,935	731,297
Windstorm	236,113	2,674,810	83,257	83,347	77,588
Other	-	-	-	-	-
Total	638,207	3,239,833	674,556	414,282	808,885
Net Losses Paid					
Fire	402,094	565,023	548,702	330,935	731,297
Windstorm	236,113	2,674,810	40,660	83,347	77,588
Other	-	-	-	-	-
Total	638,207	3,239,833	589,362	414,282	808,885
Total Net of Reinsurance	478,211	1,630,559	589,362	414,282	668,167
Loss Percentage (Direct)					
Fire Losses/Fire Prem	31.9%	52.3%	57.8%	31.9%	73.5%
Windstorm Losses/Windstorm Prem	13.6%	182.5%	6.0%	5.9%	5.8%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	21.3%	127.2%	28.0%	16.9%	34.6%
Loss Percentage (Net)					
Fire Losses/Fire Prem	31.9%	52.3%	53.6%	31.9%	73.5%
Windstorm Losses/Windstorm Prem	13.6%	182.5%	2.9%	5.9%	5.8%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	21.3%	127.2%	24.4%	16.9%	34.6%
Net Losses/Net Premiums	23.5%	86.5%	33.9%	23.2%	40.9%
Balance Sheet Items					
Total Admitted Assets	7,919,211	6,894,838	7,697,781	7,003,331	6,006,269
Liabilities	1,584,649	1,248,989	1,978,398	1,288,408	1,206,110
Surplus	6,334,562	5,645,849	5,719,383	5,714,923	4,800,159
Bonds	3,466,150	3,180,521	3,101,548	2,848,039	2,903,835
Stocks	2,736,009	2,553,174	3,213,694	2,798,953	2,256,937
Real Estate	58,276	61,180	64,083	59,105	48,751
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	10,506	23,856	2,895	11,036	24,182
Unearned Premium	1,195,000	1,020,000	963,000	955,000	937,000
Balance Sheet Percentages					
Bonds/Admitted Assets	44%	46%	40%	41%	48%
Stocks/Admitted Assets	35%	37%	42%	40%	38%
Real Estate/Admitted Assets	1%	1%	1%	1%	1%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
Income/Disbursement Items					
Total Income	2,603,392	2,728,056	2,206,691	2,176,880	2,033,213
Total Disbursements	1,751,082	2,761,293	1,953,332	1,528,801	1,641,772
Operating Expense	1,073,407	955,482	931,808	854,137	840,571
Commissions	380,804	323,750	339,606	313,414	295,733
Investment Income	249,667	631,664	257,546	174,856	198,030
Salaries (lines 14-17)	382,044	335,162	323,032	299,084	288,346
Other					
Gross Risk in Force	845,374,556	720,154,769	663,160,796	635,396,838	602,626,544
Number of Policies	1,720	1,679	1,726	1,753	1,751
Operating Expense/Net Premium	53%	51%	54%	48%	51%