

December 31, 2023 - Annual Statement

Iowa Company Number: 0132

Shelby County Farmers Mutual Insurance Association

Brock Darling
1117 7TH ST
HARLAN IA 51537

DECEMBER 31, 2023

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 10,582,849
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	\$ 1,397,386	\$	\$ 178,460	\$ 1,218,926	
3. Windstorm	874,412		111,672	762,740	
4. Other					
5. Totals	\$ 2,271,798	\$	\$ 290,132	\$ 1,981,666	
6. All reinsurance premiums ceded other than Per Risk				395,586	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 1,586,080
8. Interest received on bonds				204,655	
9. Increase in adjustment of bonds \$		3,794			
	\$ 25,841				
		decrease in adjustment of bonds		(22,047)	
10. Dividends received				101,828	
11. Interest received on bank deposits (schedule C-2, column 7)				1,046	
12. Other Interest					
13. Profit on sale of investment				412,693	
14. Rents received*				29,400	
15. Total income from investments (items 8 through 14)					\$ 727,575
16. Borrowed money					
17. Premiums collected for other companies (less refunds)					
18. Increase in ledger liabilities					
19. "Overwrite Fees" received				11,909	
20. Federal income tax refund					
21. Miscellaneous income				522	
22.					
23. Total (items 16 through 22)					\$ 12,431
24. Total income (items 7, 15, and 23)					\$ 2,326,086
25. Total assets and income (item 1 plus item 25)					\$ 12,908,935

*Includes \$ 5,400 For association's occupancy of its own buildings

DECEMBER 31, 2023

1. Amount brought forward from line 29 page 2 \$ 12,908,935

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.	\$ 358,279		\$	\$ 358,279
3. Windstorm	1,107,919			1,107,919
4. Other (Sch G)				
5. Totals	\$ 1,466,198	\$	\$	\$ 1,466,198

6. All reinsurance losses ceded other than Per Risk Losses _____

7. Net losses (line 6, col.4 - line 7 = line 8) \$ 1,466,198

OPERATING EXPENSE

8. Loss Adjustment Expenses				114,557
9. Commissions				177,252
10. Advertising				10,797
11. Boards, bureaus and associations				9,742
12. Inspection and loss prevention				4,387
13. Salaries of officers.				97,298
14. Expenses of officers				
15. Salaries of office employees				72,787
16. Employee welfare				35,338
17. Insurance				35,940
18. Directors' compensation				19,386
19. Directors' expenses				
20. Rent and other items				5,400
21. Equipment				19,735
22. Printing, stationery and supplies				4,729
23. Postage and telephone				9,335
24. Legal and auditing				19,416
25. State insurance taxes	March 1	3,039		
	June 1	9,706	August 15	9,706
26. Insurance Division licenses and fees				603
27. Payroll taxes				15,019
28. All other taxes (excluding Federal income)				
29. Real estate expenses				19,141
30. Real estate taxes				1,360
31. Interest on borrowed money				
32. Miscellaneous				5,684
Technology Expense.				24,470
Investment Expense.				44,220
Meals & Entertainment Expenses.				933
Travel & Meeting Expense.				10,616
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33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 780,596

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				2,476
37. Loss on sale of investments				24,525
38. Federal income tax Prior year _____ Current year _____				
39. Premium collections transmitted to other companies				
40. Commissions paid agents for other companies				
41. Decrease in ledger liabilities				2,166
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 29,167
44. Total disbursements (items 8, 35 and 44)				\$ 2,275,961
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 10,632,974

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)	\$ 6,382,327			6,382,327	\$ 6,463,374
2. Stocks (schedule A-part 2).	3,354,881	745,799		4,100,680	\$ 3,952,564
3. Bank Balances					
3.1 Check (C-1)	529,289			529,289	\$ 398,856
3.2 Interest Bearing (C-2)					\$ 241,166
4. Real estate (schedule F)	79,813			79,813	\$ 62,108
5. Cash in office	50			50	\$ 50
6. Unpaid Premiums					
6.1 Due before November 1	126		126	xxxxxxx	
6.2 Due after November 1	264,037		257,071	6,966	\$ 10,138
7. Reinsurance receivable on paid losses					
8. Accrued interest	xxxxxxx	50,206		50,206	\$ 47,999
9. Accrued rent due	xxxxxxx				
10. Equipment and furniture	17,101		17,101	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					
13. Federal income tax recoverable		65,870	65,870		
14. Overwrite Receivable.		1,054		1,054	\$ 980
15. EDP Equipment & Software.	5,350			5,350	\$ 5,350
16. .					
17. Totals	\$ 10,632,974	\$ 862,929	\$ 340,168	\$ 11,155,735	\$ 11,182,585

LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 206,691		
2. Unpaid claims (incurred but not reported)	20,000		
3. Total unpaid losses	226,691		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 226,691	\$ 171,533
6. Unpaid adjusting expenses		6,610	2,351
7. Ceded reinsurance balances payable		22,414	
8. Unpaid salaries and commissions		6,528	7,486
9. Borrowed money		200,000	211,281
10. Interest due on borrowed money			
11. Amounts withheld for the account of others			
12. Taxes payable: Real Estate		700	650
Federal Income			
Premium		3,070	3,039
Other			(1,480)
13. Other unpaid expenses		12,317	14,192
14. Premiums collected for other companies - not remitted		13,689	9,322
15. Premiums received in advance		51,533	42,207
*16. Unearned premium reserve		1,040,896	854,190
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,584,448	\$ 1,314,771
20. Surplus		\$ 9,571,287	\$ 9,867,814
21. Total liabilities and surplus		\$ 11,155,735	\$ 11,182,585

(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
Gross Premium					
Fire	1,397,386	1,196,114	999,127	970,252	935,905
Windstorm	874,412	744,982	637,252	625,791	604,507
Other	-				
Total Direct Premiums	2,271,798	1,941,096	1,636,379	1,596,043	1,540,412
Net Premiums Written					
Fire	1,218,926	1,056,275	886,448	966,896	932,430
Windstorm	762,740	657,885	565,383	623,627	602,262
Other	-				
Total Direct Premiums	1,981,666	1,714,160	1,451,831	1,590,523	1,534,692
Total Net of Reinsurance	1,586,080	1,436,639	1,238,202	1,188,847	1,159,104
Gross Losses Paid					
Fire	358,279	902,496	482,100	600,291	565,087
Windstorm	1,107,919	910,210	191,375	52,121	61,133
Other	-				
Total	1,466,198	1,812,706	673,475	652,412	626,220
Net Losses Paid					
Fire	358,279	327,813	482,100	600,291	565,087
Windstorm	1,107,919	910,210	191,375	52,121	61,133
Other	-				
Total	1,466,198	1,238,023	673,475	652,412	626,220
Total Net of Reinsurance	1,466,198	1,238,023	673,475	652,412	459,300
Loss Percentage (Direct)					
Fire Losses/Fire Prem	25.6%	75.5%	48.3%	61.9%	60.4%
Windstorm Losses/Windstorm Prem	126.7%	122.2%	30.0%	8.3%	10.1%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	64.5%	93.4%	41.2%	40.9%	40.7%
Loss Percentage (Net)					
Fire Losses/Fire Prem	29.4%	31.0%	54.4%	62.1%	60.6%
Windstorm Losses/Windstorm Prem	145.3%	138.4%	33.8%	8.4%	10.2%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	74.0%	72.2%	46.4%	41.0%	40.8%
Net Losses/Net Premiums	92.4%	86.2%	54.4%	54.9%	39.6%
Balance Sheet Items					
Total Admitted Assets	11,155,735	11,182,585	12,280,760	11,245,329	10,492,347
Liabilities	1,584,448	1,314,771	1,178,515	947,641	923,364
Surplus	9,571,287	9,867,814	11,102,245	10,297,688	9,568,983
Bonds	6,382,327	6,463,374	6,425,437	6,065,960	6,128,165
Stocks	4,100,680	3,952,564	4,929,047	4,438,600	3,616,005
Real Estate	79,813	62,108	63,974	65,904	67,900
Unpaid Premium (line 8.1)	126	32	371	371	512
Unpaid Premium (line 8.2)	6,966	10,138	5,213	6,576	11,800
Unearned Premium	1,040,896	854,190	718,837	700,888	679,013
Balance Sheet Percentages					
Bonds/Admitted Assets	57%	58%	52%	54%	58%
Stocks/Admitted Assets	37%	35%	40%	39%	34%
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	2,326,086	2,250,029	1,823,460	1,545,613	1,587,073
Total Disbursements	2,275,961	2,050,138	1,311,479	1,321,393	1,047,069
Operating Expense	780,596	745,066	633,290	612,542	583,433
Commissions	177,252	161,523	137,602	135,484	124,879
Investment Income	727,575	592,060	549,967	333,369	407,487
Salaries (lines 14-17)	205,423	202,390	181,650	180,841	176,194
Other					
Gross Risk in Force	498,626,902	478,945,779	422,947,008	404,438,766	386,012,973
Number of Policies	1,018	1,098	1,132	1,149	1,126
Operating Expense/Net Premium	49%	52%	51%	52%	50%