

## December 31, 2023 - Annual Statement

*Iowa Company Number:* 0058

### Sherrill Mutual Fire Insurance Association

Peter Hagenson

PO BOX 19

SHERRILL IA 52073

**DECEMBER 31, 2023**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 . . . . .					\$ 4,139,156
<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	\$ 1,284,987	\$	\$	\$ 1,284,987	
3. Windstorm	933,973			933,973	
4. Other					
5. Totals	\$ 2,218,960	\$	\$	\$ 2,218,960	
6. All reinsurance premiums ceded other than Per Risk				412,417	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 1,806,543
8. Interest received on bonds				52,253	
9. Increase in adjustment of bonds \$		1,278			
\$	3,630			(2,351)	
10. Dividends received				20,930	
11. Interest received on bank deposits (schedule C-2, column 7)				27,425	
12. Other Interest					
13. Profit on sale of investment				57,485	
14. Rents received*				4,200	
15. Total income from investments (items 8 through 14)					\$ 159,942
16. Borrowed money					
17. Premiums collected for other companies (less refunds)				203,996	
18. Increase in ledger liabilities				3,346	
19. "Overwrite Fees" received					
20. Federal income tax refund					
21. Miscellaneous income					
22. Billing Fees				1,120	
23. Total (items 16 through 22)					\$ 208,462
24. Total income (items 7, 15, and 23)					\$ 2,174,947
25. Total assets and income (item 1 plus item 25)					\$ 6,314,103

\*Includes \$ 3,000 For association's occupancy of its own buildings

**DECEMBER 31, 2023**

1. Amount brought forward from line 29 page 2

\$ 6,314,103

**DISBURSEMENTS - DECREASES IN LEDGER ASSETS**

	(1) Direct Losses	(2) Reinsurance Assumed	(3) Per Risk Reinsurance Losses Ceded	(4) Net Losses Paid (1 + 2 - 3 = 4)
2. Fire.	\$ 1,050,625	\$	\$ 386,465	\$ 664,160
3. Windstorm	835,010			835,010
4. Other (Sch G)				
5. Totals	\$ 1,885,635	\$	\$ 386,465	\$ 1,499,170

6. All reinsurance losses ceded other than Per Risk Losses

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

\$ 1,499,170

**OPERATING EXPENSE**

8. Loss Adjustment Expenses	50,754
9. Commissions	358,305
10. Advertising	19,069
11. Boards, bureaus and associations	7,797
12. Inspection and loss prevention	47,179
13. Salaries of officers.	50,696
14. Expenses of officers	
15. Salaries of office employees	92,214
16. Employee welfare	34,995
17. Insurance	12,654
18. Directors' compensation	2,280
19. Directors' expenses	7,034
20. Rent and other items	3,000
21. Equipment	25,634
22. Printing, stationery and supplies	7,154
23. Postage and telephone	22,181
24. Legal and auditing	11,367
25. State insurance taxes	
March 1	3,027
June 1	9,381
August 15	9,381
26. Insurance Division licenses and fees	1,985
27. Payroll taxes	15,703
28. All other taxes (excluding Federal income)	
29. Real estate expenses	5,944
30. Real estate taxes	714
31. Interest on borrowed money	
32. Miscellaneous	4
a. Annual Meeting.....	1,073
b. Donations/Contributions.....	2,800
c. Travel and Travel Items.....	561
d. Over and Short.....	
33. Automobile Expense	
34. Total operating expense (items 9 through 34)	\$ 802,886

**NON-OPERATING EXPENSE**

35. Borrowed money repaid	
36. Depreciation on real estate	7,104
37. Loss on sale of investments	188,523
38. Federal income tax Prior year	6,138
Current year	12,636
39. Premium collections transmitted to other companies	164,692
40. Commissions paid agents for other companies	29,224
41. Decrease in ledger liabilities	
42. .	
43. Total non-operating expense (items 36 through 43)	\$ 408,317
44. Total disbursements (items 8, 35 and 44)	\$ 2,710,373
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4	\$ 3,603,729

## 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)	\$ 1,953,298	\$	\$	1,953,298	\$ 1,304,959
2. Stocks (schedule A-part 2).	1,035,724	77,383		1,113,107	\$ 1,041,006
3. Bank Balances					
3.1 Check (C-1)	40,332			40,332	\$ 514,213
3.2 Interest Bearing (C-2)	308,176			308,176	\$ 955,569
4. Real estate (schedule F)	252,820			252,820	\$ 173,384
5. Cash in office	141			141	\$ 306
6. Unpaid Premiums					
6.1 Due before November 1		8,920	8,920	xxxxxxx	xxxxxxx
6.2 Due after November 1		10,616		10,616	\$ 11,335
7. Reinsurance receivable on paid losses		91,084		91,084	\$ -
8. Accrued interest	xxxxxxx	26,808		26,808	\$ 13,738
9. Accrued rent due	xxxxxxx				\$ -
10. Equipment and furniture	11,105		11,105	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					\$ -
13. Federal income tax recoverable					\$ -
14. Electronic data processing equipment.	2,135		2,135		\$ 2,745
15. .					\$ -
16. Prepaid Reins. & other assets.					\$ 1,534
17. Totals	\$ 3,603,731	\$ 214,811	\$ 22,160	\$ 3,796,382	\$ 4,018,789

**LIABILITIES - DECEMBER 31, 2023**

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 429,489		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	429,489		
4. Less: reinsurance recoverable on unpaid losses	429,489		
5. Net unpaid claims		\$	\$ 88,796
6. Unpaid adjusting expenses		2,700	3,200
7. Ceded reinsurance balances payable		62,872	23,620
8. Unpaid salaries and commissions		39,334	42,561
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		6,158	2,202
12. Taxes payable: Real Estate		357	340
Federal Income			7,000
Premium		3,428	3,027
Other		1,949	125
13. Other unpaid expenses		1,345	447
14. Premiums collected for other companies - not remitted		14,396	12,577
15. Premiums received in advance		39,403	47,825
*16. Unearned premium reserve		891,000	748,000
17. Service Fees and Employee Benefits Payable		663	1,576
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,063,605	\$ 981,296
20. Surplus		\$ 2,732,777	\$ 3,037,493
21. Total liabilities and surplus		\$ 3,796,382	\$ 4,018,789

(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	1,284,987	1,121,549	994,678	801,239	772,569
Windstorm	933,973	754,551	578,675	458,593	436,383
Other	-	-	-	-	-
Total Direct Premiums	2,218,960	1,876,100	1,573,353	1,259,832	1,208,952
<b>Net Premiums Written</b>					
Fire	1,284,987	1,121,549	994,678	801,239	772,569
Windstorm	933,973	754,551	578,675	458,593	436,383
Other	-	-	-	-	-
Total Direct Premiums	2,218,960	1,876,100	1,573,353	1,259,832	1,208,952
Total Net of Reinsurance	1,806,543	1,593,130	1,296,026	996,470	955,360
<b>Gross Losses Paid</b>					
Fire	1,050,625	352,085	192,639	147,164	315,691
Windstorm	835,010	222,606	103,805	723,392	164,150
Other	-	-	-	-	-
Total	1,885,635	574,691	296,444	870,556	479,841
<b>Net Losses Paid</b>					
Fire	664,160	352,085	192,639	147,164	315,691
Windstorm	835,010	211,377	103,805	723,392	164,150
Other	-	-	-	-	-
Total	1,499,170	563,462	296,444	870,556	479,841
Total Net of Reinsurance	1,499,170	563,462	296,444	580,306	406,424
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	81.8%	31.4%	19.4%	18.4%	40.9%
Windstorm Losses/Windstorm Prem	89.4%	29.5%	17.9%	157.7%	37.6%
Other Losses/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	85.0%	30.6%	18.8%	69.1%	39.7%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	51.7%	31.4%	19.4%	18.4%	40.9%
Windstorm Losses/Windstorm Prem	89.4%	28.0%	17.9%	157.7%	37.6%
Other Losses/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	67.6%	30.0%	18.8%	69.1%	39.7%
Net Losses/Net Premiums	83.0%	35.4%	22.9%	58.2%	42.5%
<b>Balance Sheet Items</b>					
Total Admitted Assets	3,796,382	4,018,791	3,738,740	3,136,558	3,057,250
Liabilities	1,063,605	981,296	811,210	645,691	605,613
Surplus	2,732,777	3,037,495	2,927,530	2,490,867	2,451,637
Bonds	1,953,298	1,304,959	1,788,229	2,095,987	2,290,103
Stocks	1,113,107	1,041,007	1,157,215	248,532	98,085
Real Estate	252,820	173,385	30,145	26,869	28,742
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	10,616	11,335	352	4,500	2,224
Unearned Premium	891,000	748,000	625,000	507,000	480,000
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	51%	32%	48%	67%	75%
Stocks/Admitted Assets	29%	26%	31%	8%	3%
Real Estate/Admitted Assets	7%	4%	1%	1%	1%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
<b>Income/Disbursement Items</b>					
Total Income	2,174,947	1,916,250	1,665,091	1,267,463	1,180,715
Total Disbursements	2,710,373	1,454,238	1,142,037	1,247,646	966,629
Operating Expense	802,886	698,697	591,177	525,333	439,729
Commissions	358,305	310,032	239,694	187,376	181,249
Investment Income	159,942	124,132	188,760	94,850	99,202
Salaries (lines 14-17)	177,905	153,272	153,310	128,799	100,736
<b>Other</b>					
Gross Risk in Force	746,346,102	652,045,664	535,296,459	443,566,718	406,551,167
Number of Policies	1,382	1,307	1,183	1,081	1,054
Operating Expense/Net Premium	44%	44%	46%	53%	46%