

December 31, 2023 - Annual Statement

Iowa Company Number: 0160

Worth Mutual Insurance Association

Jayson Olson
704 CENTRAL AVE, PO BOX 287
NORTHWOOD IA 50459

ANNUAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2023
OF THE

160 Jayson Olson
County Mutual Number Secretary/Treasurer
Worth Mutual Insurance Association
County Mutual Name
704 Central Avenue, Box 287
Address
Northwood, Iowa, 50459
City, State Zip Code
641-324-2452
Telephone Number
jayson@tohins.com
E-Mail Address

OFFICERS

President	<u>Kory Olson</u>	Location	<u>Northwood, IA 50459</u> City or Town and Zip Code
Vice President	<u></u>	Location	<u></u> City or Town and Zip Code
Secretary	<u>Jayson Olson</u>	Location	<u>Northwood, IA 50459</u> City or Town and Zip Code
Treasurer	<u>Jayson Olson</u>	Location	<u>Northwood, IA 50459</u> City or Town and Zip Code

DIRECTORS

NAME	LOCATION: CITY OR TOWN	TERM EXPIRES
<u>Dennis Meyer</u>	<u>Kensett, IA 50448</u>	<u>2024</u>
<u>Dennis Kruger</u>	<u>Manly, IA 50456</u>	<u>2024</u>
<u>John Tenold</u>	<u>Northwood, IA 50459</u>	<u>2024</u>
<u>Mike Brodersen</u>	<u>Manly, IA 50456</u>	<u>2025</u>
<u>Jamie Sorenson</u>	<u>Hanlontown, IA 50444</u>	<u>2025</u>
<u>Bradley Christianson</u>	<u>Northwood, IA 50459</u>	<u>2025</u>
<u>Bradley Dietrich</u>	<u>Kensett, IA 50448</u>	<u>2026</u>
<u>Paul Bjelland</u>	<u>Lake Mills, IA 50448</u>	<u>2026</u>
<u>Kory Olson</u>	<u>Northwood, IA 50459</u>	<u>2026</u>

The officers of the reporting entity, being duly sworn, each depose and say that they are the described officers of the reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the filing period stated above, and of its income and deductions therefrom for the period ended, and have been completed, to the best of their knowledge and belief, on a modified cash basis in accordance with traditional statutory accounting standards, state laws and Iowa Insurance Division instructions. Furthermore, the scope of this attestation by the designated officers also includes any related electronic filing with the Iowa Insurance Division, when such filing is elected by the Association.

(Signature)

(Signature)

Kory Olson
(Printed Name President)

Jayson Olson
(Printed Name Secretary)

Subscribed and sworn to before me this _____ day of _____, 2024

(Notary Public Signature)

DECEMBER 31, 2023

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 3,129,621
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	\$ 1,176,790			\$ 1,176,790	
3. Windstorm	1,176,790			1,176,790	
4. Other					
5. Totals	\$ 2,353,580			\$ 2,353,580	
6. All reinsurance premiums ceded other than Per Risk				454,613	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 1,898,967
8. Interest received on bonds				34,483	
9. Increase in adjustment of bonds \$ <u>2,628</u> , less \$ <u>1,124</u> decrease in adjustment of bonds				1,504	
10. Dividends received				54,987	
11. Interest received on bank deposits (schedule C-2, column 7)				23,055	
12. Other Interest					
13. Profit on sale of investment				238,679	
14. Rents received*				9,600	
15. Total income from investments (items 8 through 14)					\$ 362,309
16. Borrowed money					
17. Premiums collected for other companies (less refunds)				202,433	
18. Increase in ledger liabilities					
19. "Overwrite Fees" received					
20. Federal income tax refund					
21. Miscellaneous income					
22. Billing Fees				5,760	
23. Total (items 16 through 22)					\$ 208,193
24. Total income (items 7, 15, and 23)					\$ 2,469,469
25. Total assets and income (item 1 plus item 25)					\$ 5,599,090

*Includes \$ 4,800 For association's occupancy of its own buildings

DECEMBER 31, 2023

1. Amount brought forward from line 29 page 2

\$ 5,599,090

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.	\$ 816,662	\$	\$ 337,539	\$ 479,123
3. Windstorm	161,712		32,927	128,785
4. Other (Sch G)				
5. Totals	\$ 978,374	\$	\$ 370,466	\$ 607,908

6. All reinsurance losses ceded other than Per Risk Losses (14,174)

7. Net losses (line 6, col.4 - line 7 = line 8) \$ 622,082

OPERATING EXPENSE

8. Loss Adjustment Expenses	49,131										
9. Commissions	336,545										
10. Advertising	7,212										
11. Boards, bureaus and associations	8,363										
12. Inspection and loss prevention	13,731										
13. Salaries of officers.	40,000										
14. Expenses of officers											
15. Salaries of office employees	83,083										
16. Employee welfare	33,301										
17. Insurance	14,859										
18. Directors' compensation	2,955										
19. Directors' expenses											
20. Rent and other items	8,700										
21. Equipment	38,035										
22. Printing, stationery and supplies	3,207										
23. Postage and telephone	34,100										
24. Legal and auditing	12,500										
25. State insurance taxes	<table border="0"> <tr> <td align="right">March 1</td> <td align="right">220</td> <td></td> </tr> <tr> <td align="right">June 1</td> <td align="right">9,030</td> <td align="right">August 15</td> </tr> <tr> <td></td> <td align="right">9,030</td> <td></td> </tr> </table>	March 1	220		June 1	9,030	August 15		9,030		18,280
March 1	220										
June 1	9,030	August 15									
	9,030										
26. Insurance Division licenses and fees	531										
27. Payroll taxes	10,545										
28. All other taxes (excluding Federal income)	1,671										
29. Real estate expenses	7,077										
30. Real estate taxes	1,168										
31. Interest on borrowed money											
32. Miscellaneous	724										
a. Annual Meeting.....											
b. Donations/Contributions.....	6,346										
c. Travel and Travel Items.....	10										
d. Over and Short.....	3,382										
.											
.											
33. Automobile Expense											
34. Total operating expense (items 9 through 34)	\$ 735,456										

NON-OPERATING EXPENSE

35. Borrowed money repaid						
36. Depreciation on real estate	3,719					
37. Loss on sale of investments	30,250					
38. Federal income tax	<table border="0"> <tr> <td align="right">Prior year</td> <td></td> <td align="right">Current year</td> <td align="right">108</td> </tr> </table>	Prior year		Current year	108	108
Prior year		Current year	108			
39. Premium collections transmitted to other companies	154,348					
40. Commissions paid agents for other companies	22,774					
41. Decrease in ledger liabilities	9					
42. .						
43. Total non-operating expense (items 36 through 43)	\$ 211,208					
44. Total disbursements (items 8, 35 and 44)	\$ 1,568,746					
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4	\$ 4,030,344					

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)	\$ 1,638,967	\$	\$ 46,633	1,592,334	\$ 898,391
2. Stocks (schedule A-part 2).	1,507,570	238,444	211,120	1,534,894	\$ 1,802,704
3. Bank Balances					
3.1 Check (C-1)	317,236			317,236	\$ 211,561
3.2 Interest Bearing (C-2)	449,742			449,742	\$ 464,354
4. Real estate (schedule F)	111,429		49,041	62,388	\$ 64,326
5. Cash in office	50			50	\$ 50
6. Unpaid Premiums					
6.1 Due before November 1		1,238	1,238	xxxxxxx	xxxxxxx
6.2 Due after November 1		17,307		17,307	\$ 52,507
7. Reinsurance receivable on paid losses					\$ -
8. Accrued interest	xxxxxxx	25,449		25,449	\$ 8,070
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. EDP Equipment	5,350		5,350		\$ -
15. .					\$ -
16. .					\$ -
17. Totals	\$ 4,030,345	\$ 282,438	\$ 313,382	\$ 3,999,401	\$ 3,501,963

LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 85,459		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	85,459		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 85,459	\$ 109,281
6. Unpaid adjusting expenses		5,400	5,100
7. Ceded reinsurance balances payable		130,961	29,302
8. Unpaid salaries and commissions		2,688	7,727
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others			
12. Taxes payable: Real Estate		1,168	1,116
Federal Income		51,000	
Premium		5,476	220
Other		-	-
13. Other unpaid expenses			
14. Premiums collected for other companies - not remitted		16,215	12,832
15. Premiums received in advance		54,605	10,484
*16. Unearned premium reserve		891,000	733,000
17. Service Fees and Employee Benefits Payable			
18. Salvage Owed to Grinnell Mutual		52,528	
19. Total liabilities		\$ 1,296,500	\$ 909,062
20. Surplus		\$ 2,702,901	\$ 2,592,901
21. Total liabilities and surplus		\$ 3,999,401	\$ 3,501,963

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

*Method of calculation: 40% method.

HISTORICAL INFORMATION

	2023	2022	2021	2020	2019
<u>Gross Premium</u>					
Fire	1,176,790	902,996	891,971	876,632	888,275
Windstorm	1,176,790	902,996	891,971	876,632	888,275
Other	-	-	-	-	-
Total Direct Premiums	2,353,580	1,805,992	1,783,942	1,753,264	1,776,550
<u>Net Premiums Written</u>					
Fire	1,176,790	902,996	891,971	876,632	888,275
Windstorm	1,176,790	902,996	891,971	876,632	888,275
Other	-	-	-	-	-
Total Direct Premiums	2,353,580	1,805,992	1,783,942	1,753,264	1,776,550
Total Net of Reinsurance	1,898,967	1,454,382	1,432,777	1,406,681	1,446,721
<u>Gross Losses Paid</u>					
Fire	816,662	445,797	465,931	477,274	837,269
Windstorm	161,712	1,773,693	186,062	124,722	148,699
Other	-	-	-	-	-
Total	978,374	2,219,490	651,993	601,996	985,968
<u>Net Losses Paid</u>					
Fire	479,123	148,661	370,611	477,274	837,269
Windstorm	128,785	1,476,557	90,743	124,722	148,699
Other	-	-	-	-	-
Total	607,908	1,625,218	461,354	601,996	985,968
Total Net of Reinsurance	622,082	1,625,218	461,354	504,416	949,209
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	69.4%	49.4%	52.2%	54.4%	94.3%
Windstorm Losses/Windstorm Prem	13.7%	196.4%	20.9%	14.2%	16.7%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	41.6%	122.9%	36.5%	34.3%	55.5%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	40.7%	16.5%	41.5%	54.4%	94.3%
Windstorm Losses/Windstorm Prem	10.9%	163.5%	10.2%	14.2%	16.7%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	25.8%	90.0%	25.9%	34.3%	55.5%
Net Losses/Net Premiums	32.8%	111.7%	32.2%	35.9%	65.6%
<u>Balance Sheet Items</u>					
Total Admitted Assets	3,999,401	3,501,963	4,236,304	3,548,783	3,170,511
Liabilities	1,296,500	909,062	1,402,525	847,249	788,535
Surplus	2,702,901	2,592,901	2,833,779	2,701,534	2,381,976
Bonds	1,592,334	898,391	1,415,401	1,581,108	1,594,551
Stocks	1,534,894	1,802,704	1,352,121	1,029,436	1,115,302
Real Estate	62,388	64,326	49,035	50,537	52,038
Unpaid Premium (line 8.1)	-	-	271	189	947
Unpaid Premium (line 8.2)	17,307	52,507	5,583	8,999	6,946
Unearned Premium	891,000	733,000	694,000	684,000	690,000
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	40%	26%	33%	45%	50%
Stocks/Admitted Assets	38%	51%	32%	29%	35%
Real Estate/Admitted Assets	2%	2%	1%	1%	2%
Unpaid Prem (line 8.2)/Admitted Assets	0%	1%	0%	0%	0%
<u>Income/Disbursement Items</u>					
Total Income	2,469,469	1,809,971	1,735,227	1,730,692	1,727,054
Total Disbursements	1,568,746	2,515,422	1,268,500	1,310,014	1,736,218
Operating Expense	735,456	609,607	618,010	587,546	617,401
Commissions	336,545	253,674	259,395	254,767	257,624
Investment Income	362,309	175,930	115,354	143,951	117,278
Salaries (lines 14-17)	156,384	148,979	147,148	129,840	171,867
<u>Other</u>					
Gross Risk in Force	609,918,380	561,022,967	517,243,089	506,327,165	500,866,686
Number of Policies	1,097	1,123	1,121	1,139	1,175
Operating Expense/Net Premium	39%	42%	43%	42%	43%