

December 31, 2023 - Annual Statement

Iowa Company Number: 0141

Farmers Mutual Insurance Association

DAN DIERKS

PO BOX 59

TRAER

IA

50675

ANNUAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2023
OF THE

141 Dan Dierks
County Mutual Number Secretary
Farmers Mutual Insurance Association
County Mutual Name
PO Box 59
Address
Traer, IA, 50675-0059
City, State Zip Code
319-478-2585
Telephone Number
fmiadan@mediacombb.net
E-Mail Address

OFFICERS

President	<u>R. Sam Young</u>	Location	<u>Traer, IA 50675</u> <small>City or Town and Zip Code</small>
Vice President	<u>Mark Tomlinson</u>	Location	<u>Traer, IA 50675</u> <small>City or Town and Zip Code</small>
Secretary	<u>Dan Dierks</u>	Location	<u>Traer, IA 50675</u> <small>City or Town and Zip Code</small>
Treasurer	<u>Dan Dierks</u>	Location	<u>Traer, IA 50675</u> <small>City or Town and Zip Code</small>

DIRECTORS

NAME	LOCATION: CITY OR TOWN	TERM EXPIRES
<u>Mark Tomlinson</u>	<u>Traer, IA 50675</u>	<u>2024</u>
<u>Jay Aschenbrenner</u>	<u>Dysart, IA 52224</u>	<u>2024</u>
<u>Sam Young</u>	<u>Traer, IA 50675</u>	<u>2025</u>
<u>Paul Wood</u>	<u>Clutier, IA 52217</u>	<u>2025</u>
<u>Kent Aschenbrenner</u>	<u>Dysart, IA 52224</u>	<u>2026</u>
<u>Larry Winkelpleck Jr.</u>	<u>Dysart, IA 52224</u>	<u>2024</u>
<u> </u>	<u> </u>	<u> </u>
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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.

<u> </u> (Signature)	<u> </u> (Signature)
<u>R. Sam Young</u> (Printed Name President)	<u>Dan Dierks</u> (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					\$ 3,523,185
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	\$ 484,289			\$ 484,289	
3. Windstorm	458,414			458,414	
4. Other					
5. Totals	\$ 942,703			\$ 942,703	
6. All reinsurance premiums ceded other than Per Risk				457,738	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 484,965
8. Interest received on bonds				99,161	
9. Increase in adjustment of bonds \$		4,902			
\$	21,679			(16,777)	
10. Dividends received				7,555	
11. Interest received on bank deposits (schedule C-2, column 7)				6,182	
12. Other Interest					
13. Profit on sale of investment				6,303	
14. Rents received*				2,400	
15. Total income from investments (items 8 through 14)					\$ 104,824
16. Borrowed money					
17. Premiums collected for other companies (less refunds)				38,254	
18. Increase in ledger liabilities					
19. "Overwrite Fees" received					
20. Federal income tax refund					
21. Miscellaneous income					
22. Billing Fees					
23. Total (items 16 through 22)					\$ 38,254
24. Total income (items 7, 15, and 23)					\$ 628,043
25. Total assets and income (item 1 plus item 25)					\$ 4,151,228

*Includes \$ 2,400 For association's occupancy of its own buildings

DECEMBER 31, 2023

1. Amount brought forward from line 29 page 2

\$ 4,151,228

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.	\$ 121,314	\$	\$	\$ 121,314
3. Windstorm	250,038			250,038
4. Other (Sch G)				
5. Totals	\$ 371,352	\$	\$	\$ 371,352

6. All reinsurance losses ceded other than Per Risk Losses

89,850

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

\$ 281,502

OPERATING EXPENSE

8. Loss Adjustment Expenses				22,616
9. Commissions				131,969
10. Advertising				1,415
11. Boards, bureaus and associations				6,016
12. Inspection and loss prevention				
13. Salaries of officers.				42,200
14. Expenses of officers				
15. Salaries of office employees				89,400
16. Employee welfare				434
17. Insurance				5,438
18. Directors' compensation				3,570
19. Directors' expenses				
20. Rent and other items				2,977
21. Equipment				13,287
22. Printing, stationery and supplies				1,122
23. Postage and telephone				23,628
24. Legal and auditing				30,834
25. State insurance taxes	March 1	60		
	June 1	4,374	August 15	4,374
				8,808
26. Insurance Division licenses and fees				100
27. Payroll taxes				12,131
28. All other taxes (excluding Federal income)				20
29. Real estate expenses				4,668
30. Real estate taxes				962
31. Interest on borrowed money				
32. Miscellaneous				
a. Annual Meeting.....				259
b. Donations/Contributions.....				200
c. Travel and Travel Items.....				
d. Over and Short.....				489
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.				
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 402,543

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				317
37. Loss on sale of investments				2,034
38. Federal income tax	Prior year	3,135	Current year	11,474
				14,609
39. Premium collections transmitted to other companies				30,626
40. Commissions paid agents for other companies				5,742
41. Decrease in ledger liabilities				4,568
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 57,896
44. Total disbursements (items 8, 35 and 44)				\$ 741,941
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 3,409,287

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)	\$ 2,818,286	\$	\$	2,818,286	\$ 2,761,303
2. Stocks (schedule A-part 2).	295,708	69,545		365,253	\$ 341,888
3. Bank Balances					
3.1 Check (C-1)	(19,668)			(19,668)	\$ (3,498)
3.2 Interest Bearing (C-2)	302,328			302,328	\$ 461,097
4. Real estate (schedule F)	10,664			10,664	\$ 10,981
5. Cash in office					\$ -
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	xxxxxxx
6.2 Due after November 1		2,391		2,391	\$ 10,263
7. Reinsurance receivable on paid losses		34,271		34,271	\$ -
8. Accrued interest	xxxxxxx	27,180		27,180	\$ 27,720
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. Electronic data processing equipment.	1,967			1,967	\$ 2,491
15. .					\$ -
16. .					\$ -
17. Totals	\$ 3,409,286	\$ 133,387	\$	\$ 3,542,673	\$ 3,612,245

LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 43,005		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	43,005		
4. Less: reinsurance recoverable on unpaid losses	15,005		
5. Net unpaid claims		\$ 28,000	\$ 43,750
6. Unpaid adjusting expenses		2,700	2,300
7. Ceded reinsurance balances payable		46,238	35,848
8. Unpaid salaries and commissions		8,498	7,670
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		765	2,970
12. Taxes payable: Real Estate		692	1,014
Federal Income		3,000	5,000
Premium		679	60
Other		2,476	1,025
13. Other unpaid expenses		621	786
14. Premiums collected for other companies - not remitted		2,897	2,502
15. Premiums received in advance		239	1,634
*16. Unearned premium reserve		372,000	349,000
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 468,805	\$ 453,559
20. Surplus		\$ 3,073,868	\$ 3,158,686
21. Total liabilities and surplus		\$ 3,542,673	\$ 3,612,245

(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	484,289	451,947	458,625	468,526	476,833
Windstorm	458,414	422,783	428,453	437,034	446,445
Other	-	-	-	-	-
Total Direct Premiums	942,703	874,730	887,078	905,560	923,278
<u>Net Premiums Written</u>					
Fire	484,289	451,947	454,520	464,333	472,618
Windstorm	458,414	422,783	428,453	437,034	446,445
Other	-	-	-	-	-
Total Direct Premiums	942,703	874,730	882,973	901,367	919,063
Total Net of Reinsurance	484,965	444,162	452,701	476,035	505,792
<u>Gross Losses Paid</u>					
Fire	121,314	90,757	115,044	192,164	283,493
Windstorm	250,038	728,254	1,521,927	4,482,362	69,038
Other	-	-	-	-	-
Total	371,352	819,011	1,636,971	4,674,526	352,531
<u>Net Losses Paid</u>					
Fire	121,314	(182,132)	115,044	192,164	283,493
Windstorm	250,038	455,365	1,521,927	4,482,362	69,038
Other	-	-	-	-	-
Total	371,352	273,233	1,636,971	4,674,526	352,531
Total Net of Reinsurance	281,502	(181,430)	584,173	476,131	242,621
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	25.0%	20.1%	25.1%	41.0%	59.5%
Windstorm Losses/Windstorm Prem	54.5%	172.3%	355.2%	1025.6%	15.5%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	39.4%	93.6%	184.5%	516.2%	38.2%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	25.0%	-40.3%	25.3%	41.4%	60.0%
Windstorm Losses/Windstorm Prem	54.5%	107.7%	355.2%	1025.6%	15.5%
Other Losses"/Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	39.4%	31.2%	185.4%	518.6%	38.4%
Net Losses/Net Premiums	58.0%	-40.8%	129.0%	100.0%	48.0%
<u>Balance Sheet Items</u>					
Total Admitted Assets	3,542,673	3,612,247	3,676,537	3,689,654	3,934,034
Liabilities	468,805	453,559	535,108	419,382	456,972
Surplus	3,073,868	3,158,688	3,141,429	3,270,272	3,477,062
Bonds	2,818,286	2,761,303	2,673,711	2,624,575	2,619,833
Stocks	365,253	341,888	357,140	297,306	286,249
Real Estate	10,664	10,982	11,298	9,641	9,952
Unpaid Premium (line 8.1)	-	-	7,786	-	13,285
Unpaid Premium (line 8.2)	2,391	10,263	9,652	5,161	4,254
Unearned Premium	372,000	349,000	351,000	362,000	362,000
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	80%	76%	73%	71%	67%
Stocks/Admitted Assets	10%	9%	10%	8%	7%
Real Estate/Admitted Assets	0%	0%	0%	0%	0%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
<u>Income/Disbursement Items</u>					
Total Income	628,043	593,908	598,004	1,254,154	679,568
Total Disbursements	741,941	236,558	846,650	1,700,028	739,180
Operating Expense	402,543	369,559	208,287	539,305	368,058
Commissions	131,969	122,312	123,375	125,550	128,655
Investment Income	104,824	111,485	97,307	136,810	128,666
Salaries (lines 14-17)	132,034	126,465	127,023	129,570	122,714
<u>Other</u>					
Gross Risk in Force	186,028,633	191,259,981	201,710,871	206,609,323	212,955,439
Number of Policies	399	419	448	470	502
Operating Expense/Net Premium	83%	83%	46%	113%	73%