

**December 31, 2023 - Annual Statement**

*Iowa Company Number:* 0076

**Howard County Mutual Insurance Association**

Katie Gooder

PO BOX 87

CRESCO            IA            52136

**DECEMBER 31, 2023**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4 . . . . .					\$ 5,983,161
<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	\$ 1,184,412		\$ 155,759	\$ 1,028,653	
3. Windstorm	862,670		155,758	706,912	
4. Other	49,690			49,690	
5. Totals	\$ 2,096,772		\$ 311,517	\$ 1,785,255	
6. All reinsurance premiums ceded other than Per Risk				335,338	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$ 1,449,917
8. Interest received on bonds				100,102	
9. Increase in adjustment of bonds \$		3,325			
	\$ 13,791			(10,466)	
10. Dividends received				68,560	
11. Interest received on bank deposits (schedule C-2, column 7)				1,609	
12. Other Interest					
13. Profit on sale of investment				325,266	
14. Rents received*				13,200	
15. Total income from investments (items 8 through 14)					\$ 498,271
16. Borrowed money					
17. Premiums collected for other companies (less refunds)					
18. Increase in ledger liabilities				12,032	
19. "Overwrite Fees" received				8,915	
20. Federal income tax refund					
21. Miscellaneous income					
22.					
23. Total (items 16 through 22)					\$ 20,947
24. Total income (items 7, 15, and 23)					\$ 1,969,135
25. Total assets and income (item 1 plus item 25)					\$ 7,952,296

\*Includes \$ 6,000 For association's occupancy of its own buildings

**DECEMBER 31, 2023**

1. Amount brought forward from line 29 page 2

\$ 7,952,296

**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.	\$ 195,804		\$	\$ 195,804
3. Windstorm	755,427		245,737	509,690
4. Other (Sch G)	13,908			13,908
5. Totals	\$ 965,139	\$	\$ 245,737	\$ 719,402

6. All reinsurance losses ceded other than Per Risk Losses

126,000

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

\$ 593,402

**OPERATING EXPENSE**

8. Loss Adjustment Expenses				5,091
9. Commissions				311,044
10. Advertising				1,731
11. Boards, bureaus and associations				10,360
12. Inspection and loss prevention				5,253
13. Salaries of officers.				141,971
14. Expenses of officers				3,163
15. Salaries of office employees				81,518
16. Employee welfare				12,282
17. Insurance				19,499
18. Directors' compensation				15,750
19. Directors' expenses				1,344
20. Rent and other items				6,000
21. Equipment				6,188
22. Printing, stationery and supplies				5,527
23. Postage and telephone				8,934
24. Legal and auditing				40,454
25. State insurance taxes	March 1	1,279		
	June 1	9,161	August 15	9,161
				19,601
26. Insurance Division licenses and fees				590
27. Payroll taxes				17,700
28. All other taxes (excluding Federal income)				
29. Real estate expenses				9,447
30. Real estate taxes				4,781
31. Interest on borrowed money				
32. Miscellaneous				(1)
Donations				575
Data Processing				13,356
Agency Expense Reimbursement				(3,600)
Travel, Meals & Entertainment				266
Investment Fees & Bank Charges				16,815
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 755,639

**NON-OPERATING EXPENSE**

35. Borrowed money repaid				
36. Depreciation on real estate				3,230
37. Loss on sale of investments				5,866
38. Federal income tax	Prior year		Current year	10,400
				10,400
39. Premium collections transmitted to other companies				
40. Commissions paid agents for other companies				
41. Decrease in ledger liabilities				
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 19,496
44. Total disbursements (items 8, 35 and 44)				\$ 1,368,537
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 6,583,759

## 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)	\$ 3,165,032			3,165,032	\$ 2,985,441
2. Stocks (schedule A-part 2).	1,990,849	54,011		2,044,860	\$ 2,177,663
3. Bank Balances					
3.1 Check (C-1)	198,340			198,340	\$ 384,879
3.2 Interest Bearing (C-2)	159,102			159,102	\$ 77,071
4. Real estate (schedule F)	68,713			68,713	\$ 71,943
5. Cash in office	100			100	\$ 100
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	
6.2 Due after November 1	455,536		445,717	9,819	\$ 5,302
7. Reinsurance receivable on paid losses		22,297		22,297	\$ 97,263
8. Accrued interest	xxxxxxx	30,737		30,737	\$ 25,594
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. Overwrite Fees/Prepaid Ins	19,456	811	19,456	811	\$ 790
15. EDP Equipment/Software	5,350			5,350	\$ 5,350
16. Salvage Rec/Prepaid Reins	521,281			521,281	\$ 2,300
17. Totals	\$ 6,583,759	\$ 107,856	\$ 465,173	\$ 6,226,442	\$ 5,833,696

## LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 74,108		
2. Unpaid claims (incurred but not reported)	20,000		
3. Total unpaid losses	94,108		
4. Less: reinsurance recoverable on unpaid losses	49,138		
5. Net unpaid claims		\$ 44,970	\$ 639,426
6. Unpaid adjusting expenses		600	1,500
7. Ceded reinsurance balances payable		55,428	69,362
8. Unpaid salaries and commissions		28,866	23,592
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		7,282	8,967
12. Taxes payable: Real Estate		5,400	4,230
Federal Income		19,300	
Premium		2,416	1,279
Other			
13. Other unpaid expenses		4,435	4,036
14. Premiums collected for other companies - not remitted		10,217	9,685
15. Premiums received in advance		29,172	11,647
*16. Unearned premium reserve		676,978	577,943
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 885,064	\$ 1,351,667
20. Surplus		\$ 5,341,378	\$ 4,482,029
21. Total liabilities and surplus		\$ 6,226,442	\$ 5,833,696

(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
<b>Gross Premium</b>					
Fire	1,184,412	1,040,170	971,948	980,798	999,238
Windstorm	862,670	753,954	701,691	724,034	729,454
Other	49,690	41,486	38,332		
Total Direct Premiums	2,096,772	1,835,610	1,711,971	1,704,832	1,728,692
<b>Net Premiums Written</b>					
Fire	1,028,653	919,376	853,532	954,238	987,286
Windstorm	706,912	633,161	583,274	697,474	717,502
Other	49,690	41,486	38,332		
Total Direct Premiums	1,785,255	1,594,023	1,475,138	1,651,712	1,704,788
Total Net of Reinsurance	1,449,917	1,346,320	1,258,907	1,262,720	1,261,303
<b>Gross Losses Paid</b>					
Fire	195,804	122,681	203,476	492,632	211,959
Windstorm	755,427	1,920,069	54,371	345,565	791,812
Other	13,908	17,397	71,366		
Total	965,139	2,060,147	329,213	838,197	1,003,771
<b>Net Losses Paid</b>					
Fire	195,804	122,681	203,476	492,632	211,959
Windstorm	509,690	1,642,080	54,371	345,565	791,812
Other	13,908	17,397	71,366		
Total	719,402	1,782,158	329,213	838,197	1,003,771
Total Net of Reinsurance	593,402	1,232,825	329,213	521,344	791,286
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	16.5%	11.8%	20.9%	50.2%	21.2%
Windstorm Losses/Windstorm Prem	87.6%	254.7%	7.7%	47.7%	108.5%
Other Losses/Other Premiums	28.0%	41.9%	186.2%	0.0%	0.0%
Total Losses/Total Prem	46.0%	112.2%	19.2%	49.2%	58.1%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	19.0%	13.3%	23.8%	51.6%	21.5%
Windstorm Losses/Windstorm Prem	72.1%	259.3%	9.3%	49.5%	110.4%
Other Losses/Other Premiums	28.0%	41.9%	186.2%	0.0%	0.0%
Total Losses/Total Prem	40.3%	111.8%	22.3%	50.7%	58.9%
Net Losses/Net Premiums	40.9%	91.6%	26.2%	41.3%	62.7%
<b>Balance Sheet Items</b>					
Total Admitted Assets	6,226,442	5,833,696	6,511,213	5,903,533	5,655,893
Liabilities	885,064	1,351,667	1,533,424	651,825	790,557
Surplus	5,341,378	4,482,029	4,977,789	5,251,708	4,865,336
Bonds	3,165,032	2,985,441	3,248,319	3,153,858	3,057,253
Stocks	2,044,860	2,177,663	2,479,271	2,131,854	1,995,399
Real Estate	68,713	71,943	75,234	78,525	81,816
Unpaid Premium (line 8.1)	-	-	-	-	(4)
Unpaid Premium (line 8.2)	9,819	5,302	2,408	7,505	6,646
Unearned Premium	676,978	577,943	524,814	518,998	531,110
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	51%	51%	50%	53%	54%
Stocks/Admitted Assets	33%	37%	38%	36%	35%
Real Estate/Admitted Assets	1%	1%	1%	1%	1%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
<b>Income/Disbursement Items</b>					
Total Income	1,969,135	1,601,978	1,616,704	1,518,153	1,476,453
Total Disbursements	1,368,537	1,920,252	1,028,775	1,259,752	1,460,560
Operating Expense	755,639	679,397	639,139	633,869	648,588
Commissions	311,044	272,550	253,964	252,907	256,367
Investment Income	498,271	242,091	342,726	246,969	206,567
Salaries (lines 14-17)	238,934	222,340	207,232	214,225	210,464
<b>Other</b>					
Gross Risk in Force	516,278,666	469,741,843	436,674,041	423,584,959	429,911,613
Number of Policies	911	908	906	909	930
Operating Expense/Net Premium	52%	50%	51%	50%	51%