

December 31, 2023 - Annual Statement

Iowa Company Number: 0093

Lee County Mutual Insurance Association

ABBIGAIL JOHNSON

322 4TH ST

BOX 207

IA

52656

WEST POINT

DECEMBER 31, 2023

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....	\$4,544,616			
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	\$651,900	\$0	\$168	\$651,732
3.	Windstorm	597,405	0	167	597,238
4.	Other	0	0		
5.	Totals	\$1,249,305	\$0	\$335	\$1,248,970
6.	All reinsurance premiums ceded other than Per Risk				299,283
7.	Total net premiums and fees (line 5, col. 4 - line 6 = line 8)				\$949,687
8.	Interest received on bonds				74,331
9.	Increase in adjustment of bonds	\$	933	, less	
	\$	1,033	decrease in adjustment of bonds		(100)
10.	Dividends received				106,148
11.	Interest received on bank deposits (schedule C-2, column 7)				611
12.	Other interest				0
13.	Profit on sale of investment				2,762
14.	Rents received*				3,600
15.	Total income from investments (items 8 through 14)				\$187,352
16.	Borrowed money				0
17.	Premiums collected for other companies (less refunds)				40,237
18.	Increase in ledger liabilities				0
19.	"Overwrite Fees" received				0
20.	Federal income tax refund				0
21.	Miscellaneous income				0
22.	Crop Hail Contingency Commission				
23.	Total (items 16 through 22)				\$40,237
24.	Total income (items 7, 15, and 23)				\$1,177,276
25.	Total assets and income (item 1 plus item 25)				\$5,721,892

*Includes \$3,600 for association's occupancy of its own buildings

DECEMBER 31, 2023

1.	Amount brought forward from line 29 page 2									\$5,721,892
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	\$220,465	\$0	\$0	\$220,465					
3.	Windstorm	627,145	0	0	627,145					
4.	Other (Sch G)	0	0	0	0					
5.	Totals	\$847,610	\$0	\$0	\$847,610					
6.	All reinsurance losses ceded other than Per Risk Losses				\$69,270					
7.	Net losses (line 6, col. 4 - line 7 = line 8)									\$778,340
OPERATING EXPENSE										
8.	Loss Adjustment Expenses				\$41,671					
9.	Commissions				212,372					
10.	Advertising				17,827					
11.	Boards, bureaus and associations				3,266					
12.	Inspection and loss prevention				1,000					
13.	Salaries of officers				80,500					
14.	Expenses of officers				0					
15.	Salaries of office employees				0					
16.	Employee welfare				11,658					
17.	Insurance				3,753					
18.	Directors' compensation				14,300					
19.	Directors' expenses				373					
20.	Rent and rent items				3,847					
21.	Equipment				18,093					
22.	Printing, stationery and supplies				30,524					
23.	Postage and telephone				10,985					
24.	Legal and auditing				22,241					
25.	State insurance taxes		March 1 488							
		June 1 5,019	August 15 0							
					5,507					
26.	Insurance Division licenses and fees				600					
27.	Payroll taxes				0					
28.	All other taxes (excluding Federal income)				0					
29.	Real estate expenses				2,150					
30.	Real estate taxes				536					
31.	Interest on borrowed money				0					
32.	Miscellaneous				15,762					
	a. Annual meeting & conventions				0					
	b. Donations & contributions				4,955					
	c. Data processing expense				28,640					
	d. Investment Expense				2,906					
33.	Automobile Expnse				0					
34.	Total operating expense (items 9 through 34)									\$533,466
NON-OPERATING EXPENSE										
35.	Borrowed money repaid				\$0					
36.	Depreciation on real estate				1,341					
37.	Loss on sale of investments				2,823					
38.	Federal income tax Prior year 724 Current year 19,230				19,954					
39.	Premium collections transmitted to other companies				34,531					
40.	Commissions paid agents for other companies				0					
41.	Decrease in ledger liabilities				110					
42.										
43.	Total non-operating expense (items 36 through 43)									\$58,759
44.	Total disbursements (items 8, 35 and 44)									\$1,370,565
45.	Balance - ledger assets, December 31st must agree with Line 22,Column 1,Page 4									\$4,351,327

ASSETS - DECEMBER 31, 2023

	(1) Ledger Assets	(2) Non-ledger	(3) Non-admitted Assets including excess or 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)	\$2,580,000	\$0	\$0	\$2,580,000	\$2,640,173
2. Stocks (schedule A - part 2)	1,522,562	1,120,532	1,355	2,641,739	2,326,959
3. Bank Balances					
3.1 Check (C-1)	(87,580)	0	0	(87,580)	147,585
3.2 Interest Bearing (C-2)	40,765	0	0	40,765	90,175
6. Real estate (schedule F)	36,379	0	0	36,379	37,721
7. Cash in office	0			0	0
8. Unpaid Premiums					
8.1 Due before November 1	15,378	0	15,378	XXXXXXX	XXXXXXX
8.2 Due after November 1	226,678	0	208,233	18,445	15,738
11. Reinsurance receivable on paid losses	0	35,979	0	35,979	36,774
12. Accrued interest	XXXXXXX	21,214	0	21,214	22,453
13. Accrued rent due	XXXXXXX			0	0
14. Equipment and furniture	0	0	0	XXXXXXX	XXXXXXX
16. Automobiles	0	0	0	XXXXXXX	XXXXXXX
17. Cash surrender value of life ins	0	0	0	0	0
18. Federal income tax recoverable	0	1,300	1,300	0	0
19. Electronic data processing equipment	2,460	0	0	2,460	4,920
20. Grinnell Contingency	0	0	0	0	0
21. Receivable from Agency	14,685	0	0	14,685	0
22. Totals	\$4,351,327	\$1,179,025	\$226,266	\$5,304,086	\$5,322,498

LIABILITIES - DECEMBER 31, 2023

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$552,913	
2.	Unpaid claims (incurred but not reported)	0	
3.	Total unpaid losses	552,913	
4.	Less: reinsurance recoverable on unpaid losses	446,090	
5.	Net unpaid claims	\$106,823	\$11,703
6.	Unpaid adjusting expenses	11,708	1,352
7.	Ceded reinsurance balances payable	83,885	18,464
8.	Unpaid salaries and commissions	(73,048)	(54,551)
9.	Borrowed money	0	0
10.	Interest due on borrowed money	0	0
11.	Amounts withheld for the account of others	(155)	2,097
12.	Taxes payable: Real estate	1,072	469
	Federal income	0	2,600
	Premium	7,472	488
	Other	0	0
13.	Other unpaid expenses	857	2,847
14.	Premiums collected for other companies - not remitted	3,378	2,718
15.	Premiums received in advance	0	0
*16.	Unearned premium reserve	489,442	391,778
17.	Service Fees and Employee Benefits Payable		
18.	Miscellaneous Liabilities		
19.	Total liabilities	\$631,434	\$379,965
20.	Surplus	\$4,672,652	\$4,942,533
21.	Total liabilities and surplus	\$5,304,086	\$5,322,498

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

* Method of calculation: 40% Method

HISTORICAL INFORMATION

	2023	2022	2021	2020	2019
Gross Premium					
Fire	651,900	520,358	502,671	487,470	466,232
Windstorm	597,405	483,669	468,213	451,858	434,315
Other	0	0	0	0	0
Total Direct Premiums	1,249,305	1,004,027	970,884	939,328	900,547
Net Premiums Written					
Fire	651,732	520,110	502,588	487,301	466,070
Windstorm	597,238	483,421	468,130	451,689	434,153
Other	0	0	0	0	0
Total Direct Premiums	1,248,970	1,003,531	970,718	938,990	900,223
Total Net of Reinsurance	949,687	680,556	869,655	751,044	716,776
Gross Losses Paid					
Fire	220,465	319,191	277,792	419,217	307,268
Windstorm	627,145	189,115	318,297	478,235	94,308
Other	0	0	0	0	0
Total	847,610	508,306	596,089	897,452	401,576
Net Losses Paid					
Fire	220,465	319,191	277,792	419,217	307,268
Windstorm	627,145	189,115	318,297	478,235	94,308
Other	0	0	0	0	0
Total	847,610	508,306	596,089	897,452	401,576
Total Net of Reinsurance	778,340	317,843	584,550	739,147	400,566
Loss Percentage (Direct)					
Fire Losses/Fire Prem	34%	61%	55%	86%	66%
Windstorm Losses/Windstorm Prem	105%	39%	68%	106%	22%
Other Losses/"Other Premiums	0%	0%	0%	0%	0%
Total Losses/Total Prem	68%	51%	61%	96%	45%
Loss Percentage (Net)					
Fire Losses/Fire Prem	34%	61%	55%	86%	66%
Windstorm Losses/Windstorm Prem	105%	39%	68%	106%	22%
Other Losses/"Other Premiums	0%	0%	0%	0%	0%
Total Losses/Total Prem	68%	51%	61%	96%	45%
Net Losses/Net Premiums	82%	47%	67%	98%	56%
Balance Sheet Items					
Total Admitted Assets	5,304,086	5,322,498	5,921,893	5,340,109	5,243,845
Liabilities	631,434	379,965	765,510	454,186	472,761
Surplus	4,672,652	4,942,533	5,156,383	4,885,923	4,771,084
Bonds	2,580,000	2,640,173	2,077,274	1,768,926	1,749,680
Stocks	2,641,739	2,326,959	3,320,769	3,329,135	3,224,649
Real Estate	36,379	37,721	39,110	40,642	42,522
Unpaid Premium (line 6.1)	0	0	0	0	0
Unpaid Premium (line 6.2)	18,445	15,738	45,288	5,597	19,970
Unearned Premium	489,442	391,778	388,651	359,288	345,244
Balance Sheet Percentages					
Bonds/Admitted Assets	49%	50%	35%	33%	36%
Stocks/Admitted Assets	50%	44%	56%	61%	57%
Real Estate/Admitted Asset	1%	1%	1%	1%	1%
Unpaid Prem (line 6.2)/Admitted Assets	0%	0%	1%	0%	1%
Income/Disbursement Items					
Total Income	1,177,276	1,017,553	1,363,058	936,374	941,029
Total Disbursements	1,370,565	945,550	1,022,172	1,153,516	792,866
Operating Expense	533,466	487,341	407,867	377,951	335,932
Commissions	212,372	152,887	148,005	142,646	128,165
Investment Income	187,352	222,819	461,165	161,711	205,297
Salaries (lines 14-17)	92,158	87,085	74,121	74,854	76,319
Other					
Gross Risk in Force	357,673,891	303,716,026	284,034,710	270,420,101	251,289,031
Number of Policies	826	778	764	762	734
Operating Expense/Net Premium	56%	72%	47%	50%	47%