

March 31, 2024 - Quarterly Statement

Iowa Company Number: 0020

Security Mutual Insurance Association

Jake Lohmann
101 CHERRY ST, PO BOX 458
ALLISON IA 50602

QUARTERLY STATEMENT
OF THE

SECURITY MUTUAL INSURANCE ASSOCIATION

For the Period Ended March 31, 2024

**STATE MUTAL INSURANCE COMPANY QUARTERLY STATEMENT
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Assets

Line	Current Statement Date			
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets	December 31 Prior Year Net Admitted Assets
1 Bonds (Schedule D)	14,709,610		14,709,610	14,773,394
2 Stocks (Schedule D)				
2.1 Preferred Stocks	186,370		186,370	181,213
2.2 Common Stocks	12,072,713		12,072,713	10,975,735
3 Real Estate (Schedule A)	119,688	32,471	87,217	88,137
4 Cash				
4.1 Cash	1,449,361		1,449,361	295,637
4.2 Cash equivalents	260,496		260,496	830,003
4.3 Short-term investments	-		-	-
5 Receivables for securities	-		-	-
6 Aggregate write-ins for invested assets	-	-	-	-
7 Subtotal, cash and invested assets	28,798,237	32,471	28,765,766	27,144,120
8 Investment income due and accrued	172,301		172,301	130,253
9 Premium and Considerations				
9.1 Uncollected premium and agents' balances in course of collection	49,649	-	49,649	26,754
9.2 Deferred premiums, agents' balances in course of collection	-		-	-
10 Reinsurance:				
10.1 Amounts recoverable from reinsurers	4,684		4,684	33,752
10.2 Funds held by or deposited with reinsured companies	-		-	-
10.3 Other amounts receivable under reinsurance contracts	-		-	-
11 Current federal income tax recoverable and interest thereon	-	-	-	-
12 Electronic data processing equipment and software	-		-	-
13 Furniture and equipment assets	-		-	-
14 Receivables from subsidiaries	-		-	-
15 Aggregate write-ins for other than invested assets	133,134	133,134	-	250,000
16 Total	29,158,005	165,605	28,992,401	27,584,879
DETAILS OF WRITE-INS - INVESTED ASSETS				
1101 <i>insert write-in</i>			-	-
1102 <i>insert write-in</i>			-	-
1103 <i>insert write-in</i>			-	-
1104 <i>insert write-in</i>			-	-
1105 <i>insert write-in</i>			-	-
1106 <i>insert write-in</i>			-	-
1107 <i>insert write-in</i>			-	-
1108 <i>insert write-in</i>			-	-
1199 Totals (Line 6 above)	-	-	-	-
DETAILS OF WRITE-INS - OTHER THAN INVESTED ASSETS				
2501 Automobiles	133,134	133,134	-	-
2502 Prepaid Reinsurance	-		-	250,000
2503 <i>insert write-in</i>			-	-
2504 <i>insert write-in</i>			-	-
2505 <i>insert write-in</i>			-	-
2506 <i>insert write-in</i>			-	-
2507 <i>insert write-in</i>			-	-
2508 <i>insert write-in</i>			-	-
2599 Totals (Line 15 above)	133,134	133,134	-	250,000

LIABILITIES, SURPLUS AND OTHER FUNDS

Line	1 Current Statement Date	2 December 31, Prior Year
1 Losses (current accident year \$ 343,492)	643,431	484,423
2 Loss Adjustment Expenses	7,636	7,563
3 Commissions payable, contingent commissions	7,788	236,416
4 Other Expenses	18,519	39,538
5 Taxes licenses and fees due and accrued	30,331	26,191
6 Current federal and foreign income taxes	106,000	44,000
7 Borrowed Money	-	-
8 Unearned Premiums	3,822,362	3,573,671
9 Advance Premiums	442,286	219,045
10 Ceded reinsurance premiums payable	-	187,381
11 Funds held by company under reins treaties	-	-
12 Amounts withheld or retained by company for account of other	92,836	58,867
13 Aggregate write Ins for liabilities	-	2,293
14 Total Liabilities (Lines 1 through 13)	5,171,190	4,879,388
15 Aggregate write in for special surplus funds	-	-
16 Aggregate write ins for other than special surplus funds	-	-
17 Unassigned funds (surplus)	23,821,211	22,705,490
18 Surplus as regards policyholders	23,821,211	22,705,490
19 Totals (Page 2, Line 16, Col. 3)	28,992,401	27,584,879

DETAILS OF WRITE-INS FOR LIABILITIES

1301 Employee Benefits Payable	-	2,293
1302 <i>insert write-in</i>	-	
1303 <i>insert write-in</i>		
1304 <i>insert write-in</i>		
1305 <i>insert write-in</i>		
1399 Totals (Line 13 above)	-	2,293

DETAILS OF WRITE-INS FOR SPECIAL SURPLUS FUNDS

1501 <i>insert write-in</i>		
1502 <i>insert write-in</i>		
1503 <i>insert write-in</i>		
1504 <i>insert write-in</i>		
1505 <i>insert write-in</i>		
1599 Totals (Line 15 above)	-	-

DETAILS OF WRITE-INS FOR OTHER THAN SPECIAL SURPLUS FUNDS

1601 <i>insert write-in</i>		
1602 <i>insert write-in</i>		
1603 <i>insert write-in</i>		
1604 <i>insert write-in</i>		
1605 <i>insert write-in</i>		
1699 Totals (Line 16 above)	-	-

STATEMENT OF CASH FLOW

	1	2	3
Line	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
Cash from Operations			
1 Premiums collected net of reinsurance	1,380,431	1,684,241	6,457,542
2 Net investment income:	142,310	142,590	686,219
3 Miscellaneous income	75,662	25,368	61,604
4 Total (Lines 1 through 3)	<u>1,598,403</u>	<u>1,852,199</u>	<u>7,205,365</u>
5 Benefit and loss related payments	332,334	189,105	3,085,405
6 Commissions, expenses paid and aggregate write-ins for deductions	1,024,754	717,885	2,687,983
7 Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	-	-	-
8 Total (Lines 5 through 7)	<u>1,357,087</u>	<u>906,990</u>	<u>5,773,388</u>
9 Net cash from operations (Line 4 minus Line 8)	<u>241,316</u>	<u>945,209</u>	<u>1,431,977</u>
Cash from Investments			
10 Proceeds from investments sold, matured or repaid			
10.1 Bonds (link locations)	150,000	138,103	1,438,307
10.2 Stocks	-	-	574,867
10.3 Real Estate	-	-	-
10.4 Miscellaneous proceeds	1,100	919	8,750
10.5 Total investment proceeds (Lines 10.1 to 10.4)	<u>151,100</u>	<u>139,022</u>	<u>2,021,924</u>
11 Cost of investments acquired (long-term only):			
11.1 Bonds (link locations)	99,994	895,015	4,320,221
11.2 Stocks	-	-	135,312
11.3 Real Estate	-	-	-
11.4 Miscellaneous applications	-	-	-
11.5 Total investments acquired (Lines 11.1 to 11.4)	<u>99,994</u>	<u>895,015</u>	<u>4,455,533</u>
12 Net cash from investments (Line 11.5 minus Line 10.5)	<u>51,106</u>	<u>(755,993)</u>	<u>(2,433,608)</u>
Cash from Financing and Miscellaneous Sources			
13 Cash provided (applied):			
13.1 Borrowed funds	-	-	-
13.2 Other cash provided (applied)	291,794	(28,107)	(294,953)
14 Net cash from financing and miscellaneous sources (Lines 13.1 to 13.2)	<u>291,794</u>	<u>(28,107)</u>	<u>(294,953)</u>
Reconciliation of Cash, Cash Equivalents and Short-Term Investments			
15 Net change in cash, cash equivalents and short-term investments (Lines 9+12+14)	584,216	161,109	(1,296,584)
16 Cash, cash equivalents and short-term investments			
17.1 Beginning of year	1,125,641	2,422,225	2,422,225
17.2 End of year (Line 15 plus Line 17.1)	<u>1,709,856</u>	<u>2,583,334</u>	<u>1,125,641</u>

SCHEDULE D - PART 3
Showing All Long-Term Bonds and Stocks ACQUIRED of Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation Modifier and SVO Administrative Symbol
Bonds									
45032T-BS-1	United States Treas Bds 4.375% 5/15/40		3/5/2024	First Bank	-	99,994	100,000	375	1.A FE
	Bonds Subtotal					99,994	100,000	375	
	Insert New Row								
	Delete Last Row								
Preferred Stocks									
	NONE					-	-	-	
	Preferred Stocks Subtotal					-	-	-	
	Insert New Row								
	Delete Last Row								
Common Stocks									
	NONE					-	-	-	
	Common Stocks Subtotal					-	-	-	
	Insert New Row								
	Delete Last Row								
Totals - Bonds, Preferred and Common Stocks						<u>99,994</u>	<u>100,000</u>	<u>375</u>	

SCHEDULE D - PART 1B
Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

		1	2	3	4	5	6	7	8
	NAIC Designation	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value Prior Year
Bonds									
1	NAIC 1 (a)	13,193,996	267,717	887,231	85,576	12,660,057	-	-	13,193,996
2	NAIC 2 (a)	2,293,476	-	-	(100,289)	2,193,187	-	-	2,293,476
3	NAIC 3 (a)	115,927	-	-	935	116,862	-	-	115,927
4	NAIC 4 (a)	-	-	-	-	-	-	-	-
5	NAIC 5 (a)	-	-	-	-	-	-	-	-
6	NAIC 6 (a)	-	-	-	-	-	-	-	-
7	Total Bonds	<u>15,603,398</u>	<u>267,717</u>	<u>887,231</u>	<u>(13,778)</u>	<u>14,970,106</u>	<u>-</u>	<u>-</u>	<u>15,603,398</u>
Preferred Stocks									
8	NAIC 1	96,540	-	-	2,070	98,610	-	-	96,540
9	NAIC 2	84,673	-	-	3,087	87,760	-	-	84,673
10	NAIC 3	-	-	-	-	-	-	-	-
11	NAIC 4	-	-	-	-	-	-	-	-
12	NAIC 5	-	-	-	-	-	-	-	-
13	NAIC 6	-	-	-	-	-	-	-	-
14	Total Preferred Stock	<u>181,213</u>	<u>-</u>	<u>-</u>	<u>5,157</u>	<u>186,370</u>	<u>-</u>	<u>-</u>	<u>181,213</u>
15	Total Bonds & Preferred Stock	<u>15,784,611</u>	<u>267,717</u>	<u>887,231</u>	<u>(8,621)</u>	<u>15,156,476</u>	<u>-</u>	<u>-</u>	<u>15,784,611</u>

(a) Book/Adjusted Carrying Value column for the end of the current reporting period including the following amount of short-term and cash equivalent bonds by NAIC designation:

NAIC 1 \$798,220 NAIC 2 \$0.00 NAIC 3 \$0.00 NAIC 4 \$0.00 NAIC 5 \$0.00 NAIC 6 \$0.00

SCHEDULE D - PART 4
Showing All Long-Term Bonds and Stocks SOLD, REDEEMED, or Otherwise DISPOSED of Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book / Adjusted Carrying Value				15 Total Foreign Exchange Change in B./A.C.V.	16 Book/ Adjusted Carrying Value at Disposal	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest / Stock Dividends Received During Year	21 NAIC Stated Contracted Maturity Date	22 NAIC Designation and Administrative Symbol
										11 Unrealized Valuation Increase/ (Decreased)	12 Current Year's (Amortization) Accretion	13 Current Year's OTTI Recognized	14 Total Change in B./A.C.V. (11+12-13)								
Bonds																					
3130AU-HY-3	Federal Home Loan		1/29/2024	Called	-	100,000	100,000	100,000	100,000	-	-	-	-	-	100,000	-	-	-	2,625	1/27/2026	1.A
603795-DJ-1	Minneapolis MN Tax Incr Rev Ref Bond Ser		3/1/2024	Called	-	50,000	50,000	50,000	50,000	-	-	-	-	-	50,000	-	-	-	950	3/1/2025	1.A
	Bonds Subtotal					150,000	150,000	150,000	150,000	-	-	-	-	-	150,000	-	-	-	3,575		
	<input type="button" value="Insert New Row"/>																				
	<input type="button" value="Delete Last Row"/>																				
Preferred Stocks																					
	NONE																				
	Preferred Stock Subtotal					-	xxx	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<input type="button" value="Insert New Row"/>																				
	<input type="button" value="Delete Last Row"/>																				
Common Stocks																					
	NONE																				
	Common Stock Subtotal					-	xxx	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<input type="button" value="Insert New Row"/>																				
	<input type="button" value="Delete Last Row"/>																				
Totals - Bonds, Preferred and Common Stocks						150,000	150,000	150,000	150,000	-	-	-	-	-	150,000	-	-	-	3,575		

SCHEDULE D - PART 5
Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stocks)	9 Actual Cost	10 Consideration	11 Book/ Adjusted Carrying Value at Disposal	Change in Book / Adjusted Carrying Value				16 Total Foreign Exchange Change in B./A.C.V.	17 Foreign Realized Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest / Stock Dividends Received During Year	21 Paid for Accrued Interest and Dividends	22 NAIC Designation and Administrative Symbol
											12 Unrealized Valuation Increase/ (Decreased)	13 Current Year's (Amortization)/ Accretion	14 Current Year's OTTI Recognized	15 Total Change in B./A.C.V. (12+13-14)							
Bonds																					
	NONE																				
	Bonds Subtotal						xxx	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Insert New Row																				
	Delete Last Row																				
Preferred Stocks																					
	NONE																				
	Preferred Stock Subtotal						xxx	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Insert New Row																				
	Delete Last Row																				
Common Stocks																					
	NONE																				
	Common Stock Subtotal						xxx	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Insert New Row																				
	Delete Last Row																				
	Totals - Bonds, Preferred and Common Stocks						xxx	-	-	-	-	-	-	-	-	-	-	-	-	-	-

SCHEDULE E - PART 1 - CASH

	1	2	3	4	5
Line	Depository	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued During Year	Balance
	Readlyn Savings Bank				1,225,759
	Readlyn Savings Bank	1.760%	966		223,252
	Cash in Company Office				350

Total Cash	966	-	1,449,361
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Insert New Row

Delete Last Row

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Quarter

1	2	3	4	5	6	7	8
Line	Description	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
CUSIP 60934N-80-7	Federated Hermes Government Obligations	12/31/2023		12/31/2050	260,496	-	10,332

Total Cash Equivalents	260,496	-	10,332
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**SCHEDULE E - PART 2 - VERIFICATION
(Cash Equivalents)**

	1	2
	Year	Prior Year
	To Date	Ended December 31
1 Book/adjusted value, December 31 of prior year	830,003	1,957,011
2 Cost of cash equivalents	167,723	1,209,082
3 Accrual of discount	-	-
4 Unrealized valuation increase (decrease)	-	-
5 Total gain (loss) on disposals	-	-
6 Deduct consideration received on disposals	737,231	2,336,089
7 Deduct amortization of premium	-	-
8 Total foreign exchange in book/adjusted carrying value	-	-
9 Deduct current year's other-than-temporary impairment recognized	-	-
10 Book/adjusted carrying value at end of current period (Add lines 1-9)	<u>260,495</u>	<u>830,003</u>
11 Deduct total nonadmitted amounts	-	-
12 Statement value at end of current period (Line 10 minus Line 11)	<u><u>260,495</u></u>	<u><u>830,003</u></u>