

June 30, 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 June 30, 2024

Assets

Line	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets	
1 Bonds (Schedule D)	14,689,328		14,689,328	14,773,394
2 Stocks (Schedule D)				
2.1 Preferred Stocks	183,578		183,578	181,213
2.2 Common Stocks	12,070,833		12,070,833	10,975,735
3 Real Estate (Schedule A)	118,588	32,290	86,298	88,137
4 Cash				
4.1 Cash	1,156,702		1,156,702	295,637
4.2 Cash equivalents	525,667		525,667	830,003
4.3 Short-term investments	-		-	-
5 Receivables for securities	-		-	-
6 Aggregate write-ins for invested assets	-	-	-	-
7 Subtotal, cash and invested assets	28,744,696	32,290	28,712,406	27,144,120
8 Investment income due and accrued	134,497		134,497	130,253
9 Premium and Considerations				
9.1 Uncollected premium and agents' balances in course of collection	47,185	-	47,185	26,754
9.2 Deferred premiums, agents' balances in course of collection	-		-	-
10 Reinsurance:				
10.1 Amounts recoverable from reinsurers	30,413		30,413	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	21,000	21,000	-	-
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	123,016	123,016	-	250,000
16 Total	29,100,807	176,306	28,924,501	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	123,016	123,016	-	-
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)	123,016	123,016	-	250,000

LIABILITIES, SURPLUS AND OTHER FUNDS

Line	1 Current Statement Date	2 December 31, Prior Year
1 Losses (current accident year \$ <input type="text" value="1,570,765"/>	1,785,464	484,423
2 Loss Adjustment Expenses	35,000	7,563
3 Commissions payable, contingent commissions	7,422	236,416
4 Other Expenses	18,920	39,538
5 Taxes licenses and fees due and accrued	20,359	26,191
6 Current federal and foreign income taxes	-	44,000
7 Borrowed Money	-	-
8 Unearned Premiums	4,142,007	3,573,671
9 Advance Premiums	316,591	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	97,147	58,867
13 Aggregate write ins for liabilities	2,311	2,293
14 Total Liabilities (Lines 1 through 13)	<u>6,425,220</u>	<u>4,879,388</u>
15 Aggregate write in for special surplus funds	-	-
16 Aggregate write ins for other than special surplus funds	-	-
17 Unassigned funds (surplus)	<u>22,499,282</u>	<u>22,705,490</u>
18 Surplus as regards policyholders	<u>22,499,282</u>	<u>22,705,490</u>
19 Totals (Page 2, Line 16, Col. 3)	<u>28,924,501</u>	<u>27,584,879</u>

DETAILS OF WRITE-INS FOR LIABILITIES

1301 Employee Benefits Payable	2,311	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)	<u>2,311</u>	<u>2,293</u>

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)	<u>-</u>	<u>-</u>

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)	<u>-</u>	<u>-</u>

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	3,293,699	3,491,256	6,457,542
2 Net investment income:	352,286	337,221	686,219
3 Miscellaneous income	62,565	24,932	61,604
4 Total (Lines 1 through 3)	<u>3,708,550</u>	<u>3,853,409</u>	<u>7,205,365</u>
5 Benefit and loss related payments	1,594,527	923,118	3,085,405
6 Commissions, expenses paid and aggregate write-ins for deductions	1,866,160	1,404,827	2,687,983
7 Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	65,327	-	-
8 Total (Lines 5 through 7)	<u>3,526,014</u>	<u>2,327,946</u>	<u>5,773,388</u>
9 Net cash from operations (Line 4 minus Line 8)	<u>182,536</u>	<u>1,525,463</u>	<u>1,431,977</u>
Cash from Investments			
10 Proceeds from investments sold, matured or repaid			
10.1 Bonds (link locations)	375,000	453,103	1,438,307
10.2 Stocks	-	71,028	574,867
10.3 Real Estate	-	-	-
10.4 Miscellaneous proceeds	2,201	3,287	8,750
10.5 Total investment proceeds (Lines 10.1 to 10.4)	<u>377,201</u>	<u>527,417</u>	<u>2,021,924</u>
11 Cost of investments acquired (long-term only):			
11.1 Bonds (link locations)	311,541	1,978,421	4,320,221
11.2 Stocks	-	135,312	135,312
11.3 Real Estate	-	-	-
11.4 Miscellaneous applications	-	-	-
11.5 Total investments acquired (Lines 11.1 to 11.4)	<u>311,541</u>	<u>2,113,732</u>	<u>4,455,533</u>
12 Net cash from investments (Line 11.5 minus Line 10.5)	<u>65,660</u>	<u>(1,586,315)</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)	308,532	243,649	(294,953)
14 Net cash from financing and miscellaneous sources (Lines 13.1 to 13.2)	<u>308,532</u>	<u>243,649</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)	556,729	182,797	(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>1,682,369</u>	<u>2,605,021</u>	<u>1,125,641</u>

SECURITY MUTUAL INSURANCE ASSOCIATION	SECURITY MUTUAL INSURANCE ASSOCIATION	Year 2024
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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									
95001D-FZ-8	Wells Fargo & Co 6.1%		4/25/2024	First Bank	-	100,000	100,000	-	1.A FE
	Bonds Subtotal					100,000	100,000	-	
	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						100,000	100,000	-	

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)	12,660,057	474,086	272,368	(14,075)	12,660,057	12,847,701	-	13,193,996
2 NAIC 2 (a)	2,193,187	100,000	50,000	99,705	2,193,187	2,342,892	-	2,293,476
3 NAIC 3 (a)	116,862	-	14,795	(77,664)	116,862	24,403	-	115,927
4 NAIC 4 (a)	-	-	-	-	-	-	-	-
5 NAIC 5 (a)	-	-	-	-	-	-	-	-
6 NAIC 6 (a)	-	-	-	-	-	-	-	-
7 Total Bonds	<u>14,970,106</u>	<u>574,086</u>	<u>337,163</u>	<u>7,966</u>	<u>14,970,106</u>	<u>15,214,995</u>	<u>-</u>	<u>15,603,398</u>
Preferred Stocks								
8 NAIC 1	98,610	-	-	(2,392)	98,610	96,218	-	96,540
9 NAIC 2	87,760	-	-	(400)	87,760	87,360	-	84,673
10 NAIC 3	-	-	-	-	-	-	-	-
11 NAIC 4	-	-	-	-	-	-	-	-
12 NAIC 5	-	-	-	-	-	-	-	-
13 NAIC 6	-	-	-	-	-	-	-	-
14 Total Preferred Stock	<u>186,370</u>	<u>-</u>	<u>-</u>	<u>(2,792)</u>	<u>186,370</u>	<u>183,578</u>	<u>-</u>	<u>181,213</u>
15 Total Bonds & Preferred Stock	<u>15,156,476</u>	<u>574,086</u>	<u>337,163</u>	<u>5,175</u>	<u>15,156,476</u>	<u>15,398,574</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 \$525,667 NAIC 2 \$0.00 NAIC 3 \$0.00 NAIC 4 \$0.00 NAIC 5 \$0.00 NAIC 6 \$0.00

SECURITY MUTUAL INSURANCE ASSOCIATION

Year
2024

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book / Adjusted Carrying Value				15	16	17	18	19	20	21	22
										11	12	13	14								
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decreased)	Current Year's (Amortization) Accretion	Current Year's OTTI Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Dividends Received During Year	NAIC Stated Contracted Maturity Date	NAIC Designation and Administrative Symbol
Bonds																					
25444C-HH-8	Duluth Minn Economic Dev		4/30/2024	Declared Worthless	-	-	14,795	14,795	15	14,780	-	-	14,780	-	14,795	-	(14,795)	(14,795)	163	12/1/2021	3.A
462460-4Q-6	IA Higher Ed Ln Auth RevBVU		4/1/2024	Matured	-	25,000	25,000	26,329	25,067	-	(67)	-	(67)	-	25,000	-	-	-	500	4/1/2024	1.A
462466-EK-5	Iowa Fin Auth High FACS-Rev Mercy		6/14/2024	Called	-	25,000	25,000	25,988	25,000	-	-	-	-	-	25,000	-	-	-	1,038	8/1/2028	2.A
497595-E3-8	Kirkwood Cmnty Clig IA		6/1/2024	Matured	-	50,000	50,000	50,690	50,000	-	-	-	-	-	50,000	-	-	-	750	6/1/2024	1.A
645452-BC-6	New Hope Minn Health Care Facs Rev		6/21/2024	Called	-	5,000	5,000	5,000	5,000	-	-	-	-	-	5,000	-	-	-	202	10/1/2024	1.A
660459-NJ-8	North Liberty IA Urbn Renwl 2.0% 6/1/24		6/1/2024	Matured	-	50,000	50,000	52,105	50,191	-	(191)	-	(191)	-	50,000	-	-	-	500	6/1/2024	1.A
72766S-AF-8	Plato MN Hlth Care 2.5% 4/1/24		4/1/2024	Matured	-	25,000	25,000	24,516	24,975	-	25	-	25	-	25,000	-	-	-	313	4/1/2024	2.A
837033-KK-4	South Carolina Jobs-Economic D Rev BDS		5/1/2024	Partial Call	-	10,000	10,000	10,171	10,000	-	-	-	-	-	10,000	-	-	-	250	5/1/2028	1.A
975243-AA-4	Winona MN Port Auth Chart Montessori Sch		6/4/2024	Partial Call	-	5,000	5,000	5,000	5,000	-	-	-	-	-	5,000	-	-	-	80	6/1/2026	1.A
97650W-AF-5	Wintrust Finl Corp 5% 6/13/24		6/13/2024	Matured	-	30,000	30,000	30,284	30,024	-	(24)	-	(24)	-	30,000	-	-	-	750	6/13/2024	1.A
Bonds Subtotal						225,000	239,795	244,878	225,271	14,780	(257)	-	14,524	-	239,795	-	(14,795)	(14,795)	4,545		
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						225,000	239,795	244,878	225,271	14,780	(257)	-	14,524	-	239,795	-	(14,795)	(14,795)	4,545		

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		-	-	932,024
	Readlyn Savings Bank	2.000%	2,043	-	224,328
	Cash in Company Office		-	-	350

Total Cash	2,043	-	1,156,702
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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 CUSIP	Description	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
60934N-80-7	Federated Hermes Government Obligations	12/31/2023		12/31/2050	525,667	-	14,011

Total Cash Equivalents	525,667	-	14,011
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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	530,262	1,209,081
3 Accrual of discount	-	-
4 Unrealized valuation increase (decrease)	-	-
5 Total gain (loss) on disposals	-	-
6 Deduct consideration received on disposals	834,599	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>525,667</u>	<u>830,003</u>
11 Deduct total nonadmitted amounts	-	-
12 Statement value at end of current period (Line 10 minus Line 11)	<u>525,667</u>	<u>830,003</u>