

September 30, 2024 - Quarterly Statement

Iowa Company Number: 0025

Farmers Mutual Insurance Association of Roselle

Kelly Hudson Danner
1424 HIGHWAY 71 N
CARROLL IA 51401

September 30, 2024

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$	2,445,516
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	\$ 640,108	\$	\$ 71,021	\$ 569,087		
3. Windstorm	637,902		71,021	566,881		
4. Other						
5. Totals	\$ 1,278,010	\$	\$ 142,042	\$ 1,135,968		
6. All reinsurance premiums ceded other than Per Risk				582,477		
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$	553,491
8. Interest received on bonds				36,063		
9. Increase in adjustment of bonds		\$ 5,809	, less			
	\$ 15,464	decrease in adjustment of bonds		(9,655)		
10. Dividends received				16,107		
11. Interest received on bank deposits				92		
12. Other Interest						
13. Profit on sale of investment				30		
14. Rents received*				10,800		
15. Total income from investments (items 8 through 14)					\$	53,437
16. Borrowed money						
17. Premiums collected for other companies (less refunds)				75,411		
18. Increase in ledger liabilities						
19. Overwrite fees received						
20. Federal income tax refund						
21. Miscellaneous income				2,120		
22.						
23.						
24. Total (items 16 through 23)					\$	77,531
25. Total income (items 5,15 and 24)					\$	684,459
26. Total assets and income (item 1 plus item 25)					\$	3,129,975

*Includes \$ 10,800 For association's occupancy of its own buildings

September 30, 2024

1. Amount brought forward from line 29 page 2 \$ 3,129,975

DISBURSEMENTS - DECREASES IN LEDGER ASSETS

	(1) Direct Losses	(2) Reinsurance Assumed	(3) Per Risk Reinsurance Recovered	(4) Net Losses Paid (1 + 2 - 3 = 4)
2. Fire	\$ 54,102	\$	\$	\$ 54,102
3. Windstorm	1,276,059		646,706	629,353
4. Other				
5. Totals	\$ 1,330,161	\$	\$ 646,706	\$ 683,455

6. All reinsurance losses ceded other than Per Risk Losses 288,989

7. Total of all net losses (line 6, col.4 - line 7 = line 8) \$ 394,466

OPERATING EXPENSE

8. Loss Adjustment Expenses				25,799
9. Commissions				140,304
10. Advertising				5,910
11. Boards, bureaus and associations				8,063
12. Inspection and loss prevention				10,381
13. Salaries of officers.				77,240
14. Expenses of officers				
15. Salaries of office employees				
16. Employee welfare				
17. Insurance				3,679
18. Directors' compensation				
19. Directors' expenses				
20. Rent and rent items				10,800
21. Equipment				
22. Printing, stationery and supplies				17,196
23. Postage and telephone				4,394
24. Legal and auditing				19,449
25. State insurance taxes	March 1	3,886		
	June 1	7,526	August 15	7,526
				18,938
26. Insurance Division licenses and fees				100
27. Payroll taxes				5,270
28. All other taxes (excluding Federal income)				
29. Real estate expenses				5,423
30. Real estate taxes				2,091
31. Interest on borrowed money				
32. Miscellaneous				90
a Annual Meeting				1,507
b Office Services				
c Over/Under				(2)
d Travel, Meals & Entertainment				
e Investment Expense				8,556
33. Total operating expense (items 8 through 32)				\$ 365,188

NON-OPERATING EXPENSE

34. Borrowed money repaid				
35. Depreciation on real estate				4,058
36. Loss on sale of investments				1,816
37. Federal income tax Prior year			Current year	
38. Premium collections transmitted to other companies				60,329
39. Commissions paid agents for other companies				7,863
40. Decrease in ledger liabilities				31,308
41.				
42. Total non-operating expense (items 34 through 41)				\$ 105,374
43. Total disbursements (items 7, 33 and 42)				\$ 865,028
44. Balance - ledger assets, June 30th must agree with Line 17, Column 1, Page 4				\$ 2,264,947

ASSETS - September 30, 2024

	(1) Ledger Assets	(2) Non-ledger	(3) Assets not admitted 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	\$ 950,884	\$	\$	\$ 950,884	\$ 1,044,437
2. Stocks	944,378	139,346		1,083,724	810,899
3. Bank Balances					
3.1 Subject to check	209,085			209,085	267,781
3.2 On interest	1,379			1,379	1,367
4. Real estate	159,143			159,143	163,201
5. Cash in office	78			78	78
6. Unpaid premiums					
6.1 Due before August 1		(474)	(474)	xxxxxxx	xxxxxxx
6.2 Due after August 1		15,779		15,779	72,494
7. Reinsurance receivable on paid losses		4,437		4,437	78,313
8. Accrued interest	xxxxxxx	10,259		10,259	14,398
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. Salvage Rec/Due from Subsidiary Agency. . .		2,250		2,250	51,301
15.					
16.					
17. Totals	\$ 2,264,947	\$ 171,597	\$ (474)	\$ 2,437,018	\$ 2,504,269

Bonds are amortized through: 9/30/2024

LIABILITIES - September 30, 2024

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 124,233		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	124,233		
4. Less: reinsurance recoverable on unpaid losses	57,498		
5. Net unpaid claims		\$ 66,735	\$ 22,664
6. Unpaid adjusting expenses		2,454	2,344
7. Ceded reinsurance balances payable			78,035
8. Unpaid salaries and commissions		15,610	48,630
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		808	876
12. Taxes payable:	Real Estate	520	2,020
	Federal Income		
	Premium	(2,272)	3,886
	Other	1,158	779
13. Other unpaid expenses		9,245	4,221
14. Premiums collected for other companies - not remitted		6,823	4,809
15. Premiums received in advance		48,056	3,948
*16. Unearned premium reserve		676,813	414,460
17.			
18.			
19. Total liabilities		\$ 825,950	\$ 586,672
20. Surplus		\$ 1,611,068	\$ 1,917,597
21. Total liabilities and surplus		\$ 2,437,018	\$ 2,504,269

(line 21 must agree with line 17 column 4, page 4)

*Method of calculation: Actual, daily pro-rata

**Farmers Mutual Insurance Association of Roselle
Policyholders' Surplus Reconciliation
For the Period Ended September 30, 2024**

Policyholders' Surplus - January 1	\$ 1,917,597
Additions:	
Net Income (Loss)	(149,261)
Non-Ledger Assets - End of Period	171,597
Non-Ledger Liabilities - Beginning of Year	543,414
Non-Admitted Assets - Beginning of Year	311,776
	<u>\$ 877,526</u>
Deductions	
Non-Ledger Assets - Beginning of Year	370,529
Non-Ledger Liabilities - End of Period	814,000
Non-Admitted Assets - End of Period	(474)
	<u>\$ 1,184,055</u>
 Policyholders' Surplus - September 30	 <u><u>\$ 1,611,068</u></u>

See Accountant's Compilation Report.



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To Management and the Board of Directors
Farmers Mutual Insurance Association of Roselle
Carroll, Iowa 51401

Management is responsible for the accompanying financial statements of Farmers Mutual Insurance Association of Roselle, which comprise the statements of assets and liabilities – statutory basis as of September 30, 2024 and December 31, 2023, and the related statement of income and disbursements – statutory basis for the 2024 interim period then ended, included in the accompanying prescribed form in accordance with the accounting practices prescribed or permitted by the Iowa Insurance Division. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements included in the accompanying prescribed form nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. I do not express an opinion, a conclusion, nor provide any assurance on these financial statements included in the accompanying prescribed form.

The prescribed form financial statements omit substantially all of the disclosures required by statutory accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Association's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Iowa Insurance Division, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

The supplementary ratio analysis information contained in the prescribed form is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the responsibility of management. The supplementary information was subject to my compilation engagement. I have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

This report is intended solely for the information and use of management and the board of directors of Farmers Mutual Insurance Association of Roselle and the Iowa Insurance Division and is not intended to be and should not be used by anyone other than these specified parties.

I am not independent with respect to Farmers Mutual Insurance Association of Roselle.

Kris E. Sterler, CPA PLC
Kris E. Sterler, CPA PLC

Harlan, Iowa
November 12, 2024