

September 30, 2024 - Quarterly Statement

Iowa Company Number: 0026

Home Mutual Insurance Association of Carroll County Iowa

Bradley Vollstedt
PO BOX 367
MANNING IA 51455

September 30, 2024

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$	9,759,018
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	\$ 3,031,670	\$	\$ 383,282	\$ 2,648,388		
3. Windstorm	2,936,184		371,211	2,564,973		
4. Other						
5. Totals	\$ 5,967,854	\$	\$ 754,493	\$ 5,213,361		
6. All reinsurance premiums ceded other than Per Risk				2,207,647		
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$	3,005,714
8. Interest received on bonds				139,354		
9. Increase in adjustment of bonds		\$ 1,934	, less			
	\$ 10,773	decrease in adjustment of bonds		(8,839)		
10. Dividends received				25,112		
11. Interest received on bank deposits				20		
12. Other Interest						
13. Profit on sale of investment				368,013		
14. Rents received*				4,500		
15. Total income from investments (items 8 through 14)					\$	528,160
16. Borrowed money						
17. Premiums collected for other companies (less refunds)						
18. Increase in ledger liabilities				80,920		
19. Overwrite fees received				21,980		
20. Federal income tax refund						
21. Miscellaneous income				87		
22.						
23.						
24. Total (items 16 through 23)					\$	102,987
25. Total income (items 5,15 and 24)					\$	3,636,861
26. Total assets and income (item 1 plus item 25)					\$	13,395,879

*Includes \$ 4,500 For association's occupancy of its own buildings

September 30, 2024

1. Amount brought forward from line 29 page 2 \$ 13,395,879

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	\$ 706,680	\$	\$ 122,909	\$ 583,771
3. Windstorm	2,565,286			2,565,286
4. Other				
5. Totals	\$ 3,271,966	\$	\$ 122,909	\$ 3,149,057

6. All reinsurance losses ceded other than Per Risk Losses 138,881

7. Total of all net losses (line 6, col.4 - line 7 = line 8) \$ 3,010,176

OPERATING EXPENSE

8. Loss Adjustment Expenses	91,778
9. Commissions	624,989
10. Advertising	3,574
11. Boards, bureaus and associations	12,302
12. Inspection and loss prevention	
13. Salaries of officers.	88,706
14. Expenses of officers	1,726
15. Salaries of office employees	277,832
16. Employee welfare	39,787
17. Insurance	16,779
18. Directors' compensation	(100)
19. Directors' expenses	
20. Rent and rent items	4,500
21. Equipment	25,376
22. Printing, stationery and supplies	30,917
23. Postage and telephone	11,549
24. Legal and auditing	27,800
25. State insurance taxes March 1	2,184
June 1 31,353 August 15 31,353	64,890
26. Insurance Division licenses and fees	701
27. Payroll taxes	28,335
28. All other taxes (excluding Federal income)	
29. Real estate expenses	5,575
30. Real estate taxes	4,746
31. Interest on borrowed money	256
32. Miscellaneous	(247)
a Association Meeting Expense	1,093
b Retirement - SAR SEP Mutual Share	
c Annual Meeting & Agents' Meeting Expense	
d Investment Expense	12,813
e Technology Expense	50,086
33. Total operating expense (items 8 through 32)	\$ 1,425,763

NON-OPERATING EXPENSE

34. Borrowed money repaid	
35. Depreciation on real estate	18,518
36. Loss on sale of investments	58,988
37. Federal income tax Prior year _____ Current year _____	
38. Premium collections transmitted to other companies	
39. Commissions paid agents for other companies	
40. Decrease in ledger liabilities	
41.	
42. Total non-operating expense (items 34 through 41)	\$ 77,506
43. Total disbursements (items 7, 33 and 42)	\$ 4,513,445
44. Balance - ledger assets, September 30th must agree with Line 17, Column 1, Page 4	\$ 8,882,434

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	\$ 5,457,517	\$	\$	\$ 5,457,517	\$ 5,815,397
2. Stocks	990,112	210,128		1,200,240	2,304,433
3. Bank Balances					
3.1 Subject to check	621,685			621,685	333,170
3.2 On interest	5,297			5,297	5,277
4. Real estate	824,801		186,181	638,620	697,770
5. Cash in office	200			200	200
6. Unpaid premiums					
6.1 Due before August 1				xxxxxxx	xxxxxxx
6.2 Due after August 1	913,718		900,508	13,210	11,972
7. Reinsurance receivable on paid losses		262,697		262,697	
8. Accrued interest	xxxxxxx	48,526		48,526	52,991
9. Accrued rent due	xxxxxxx				
10. Equipment and furniture	63,754		63,754	xxxxxxx	xxxxxxx
11. Automobiles				xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					
13. Federal income tax recoverable		5,700	5,700		
14. EDP Equipment & Software	5,350			5,350	5,873
15. Overwrite Receivable		1,835		1,835	1,930
16.					
17. Totals	\$ 8,882,434	\$ 528,886	\$ 1,156,143	\$ 8,255,177	\$ 9,229,013

Bonds are amortized through: 9/30/2024

LIABILITIES - September 30, 2024

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 1,165,798		
2. Unpaid claims (incurred but not reported)	100,000		
3. Total unpaid losses	1,265,798		
4. Less: reinsurance recoverable on unpaid losses	726,855		
5. Net unpaid claims		\$ 538,943	\$ 345,142
6. Unpaid adjusting expenses		10,000	5,000
7. Ceded reinsurance balances payable		196,719	49,110
8. Unpaid salaries and commissions		1,326	82,179
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		25,299	3,666
12. Taxes payable:	Real Estate	2,400	4,400
	Federal Income		
	Premium	(3,059)	2,184
	Other	295	303
13. Other unpaid expenses		8,938	4,530
14. Premiums collected for other companies - not remitted		51,250	(11,741)
15. Premiums received in advance		170,484	179,148
*16. Unearned premium reserve		3,069,685	2,405,969
17.			
18.			
19. Total liabilities		\$ 4,072,280	\$ 3,069,890
20. Surplus		\$ 4,182,897	\$ 6,159,123
21. Total liabilities and surplus		\$ 8,255,177	\$ 9,229,013

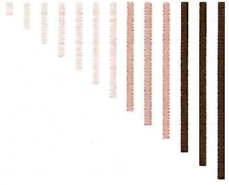
(line 21 must agree with line 17 column 4, page 4)

*Method of calculation: Actual - daily pro-rata

**Home Mutual Insurance Association
Of Carroll County Iowa
Policyholders' Surplus Reconciliation
For the Period Ended September 30, 2024**

Policyholders' Surplus - January 1	\$ 6,159,123
Additions:	
Net Income (Loss)	(957,504)
Non-Ledger Assets - End of Period	528,886
Non-Ledger Liabilities - Beginning of Period	2,995,483
Non-Admitted Assets - Beginning of Period	900,410
	<u>\$ 3,467,275</u>
Deductions	
Non-Ledger Assets - Beginning of Period	370,405
Non-Ledger Liabilities - End of Period	3,916,953
Non-Admitted Assets - End of Period	1,156,143
	<u>\$ 5,443,501</u>
 Policyholders' Surplus - September 30	 <u><u>\$ 4,182,897</u></u>

See Independent Accountant's Compilation Report.



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To Management and the Board of Directors
Home Mutual Insurance Association
Manning, Iowa 51455

Management is responsible for the accompanying financial statements of Home Mutual Insurance Association, 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 Home Mutual Insurance Association and the Iowa Insurance Division and is not intended to be and should not be used by anyone other than these specified parties.

Kris E. Sterler, CPA PLC
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Harlan, Iowa
November 12, 2024