

December 31, 2024 - Annual Statement

Iowa Company Number: 0036

Clay Mutual Insurance Association

Cindy Thompson

515 Grand Avenue, P.O. Box 467

Spencer, Iowa 51301

DECEMBER 31, 2024

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4

\$ 6,207,912

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	\$ 1,567,080	\$ 189,063	\$ 1,378,017
3. Windstorm	1,549,023	189,062	1,359,961
4. Other			
5. Totals	\$ 3,116,103	\$ 378,125	\$ 2,737,978
6. All reinsurance premiums ceded other than Per Risk			1,445,804
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)			\$ 1,292,174
8. Interest received on bonds			125,870
9. Increase in adjustment of bonds \$	1,746		
\$ 28,627 decrease in adjustment of bonds			(26,881)
10. Dividends received			245,820
11. Interest received on bank deposits (schedule C-2, column 7)			5,181
12. Other Interest			
13. Profit on sale of investment			250,227
14. Rents received*			20,500
15. Total income from investments (items 8 through 14)			\$ 620,717
16. Borrowed money			
17. Premiums collected for other companies (less refunds)			295,956
18. Increase in ledger liabilities			
19. "Overwrite Fees" received			
20. Federal income tax refund			
21. Miscellaneous income			
22.			
23. Total (items 16 through 22)			\$ 295,956
24. Total income (items 7, 15, and 23)			\$ 2,208,847
25. Total assets and income (item 1 plus item 25)			\$ 8,416,759

*Includes \$ 8,000 For association's occupancy of its own buildings

DECEMBER 31, 2024

1. Amount brought forward from line 29 page 2

\$ 8,416,759

DISBURSEMENTS - DECREASES IN LEDGER ASSETS

	(1) Direct Losses	(2) Reinsurance Assumed	(3) Per Risk Reinsurance Losses Ceded	(4) Net Losses Paid (1 + 2 - 3 = 4)
2. Fire.	\$ 1,140,654		\$	\$ 1,140,654
3. Windstorm	1,196,958			1,196,958
4. Other (Sch G)				
5. Totals	\$ 2,337,612	\$	\$	\$ 2,337,612

6. All reinsurance losses ceded other than Per Risk Losses 124,919

7. Net losses (line 6, col.4 - line 7 = line 8) \$ 2,212,693

OPERATING EXPENSE

8. Loss Adjustment Expenses				138,718
9. Commissions				228,978
10. Advertising				4,212
11. Boards, bureaus and associations				9,731
12. Inspection and loss prevention				69
13. Salaries of officers.				85,944
14. Expenses of officers				
15. Salaries of office employees				64,034
16. Employee welfare				39,018
17. Insurance				20,980
18. Directors' compensation				3,150
19. Directors' expenses				1,269
20. Rent and other items				8,000
21. Equipment				42,344
22. Printing, stationery and supplies				3,116
23. Postage and telephone				33,342
24. Legal and auditing				21,500
25. State insurance taxes	March 1	2,044		
	June 1	13,957	August 15	13,957
				29,958
26. Insurance Division licenses and fees				10,583
27. Payroll taxes				13,951
28. All other taxes (excluding Federal income)				
29. Real estate expenses				19,025
30. Real estate taxes				1,878
31. Interest on borrowed money				1,538
32. Miscellaneous				(972)
Donations				665
Travel & Travel Items				2,528
Over and Short				1,844
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33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$ 785,403

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				6,256
37. Loss on sale of investments				13,076
38. Federal income tax Prior year	807	Current year	10,000	10,807
39. Premium collections transmitted to other companies				246,634
40. Commissions paid agents for other companies				20,917
41. Decrease in ledger liabilities				36,663
42. .				
43. Total non-operating expense (items 36 through 43)				\$ 334,353
44. Total disbursements (items 8, 35 and 44)				\$ 3,332,449
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$ 5,084,310

ASSETS - DECEMBER 31, 2024

	(1) Ledger Assets	(2) Non-ledger	(3) Non-admitted Assets 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 (schedule A-part 1)	\$ 3,569,049			3,569,049	\$ 3,750,930
2. Stocks (schedule A-part 2).	1,420,176	926,856		2,347,032	\$ 2,713,734
3. Bank Balances					
3.1 Check (C-1)	(12,512)			(12,512)	\$ 334,634
3.2 Interest Bearing (C-2)					
4. Real estate (schedule F)	92,567			92,567	\$ 98,823
5. Cash in office	30			30	\$ 30
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	
6.2 Due after November 1		4,369		4,369	\$ 22,016
7. Reinsurance receivable on paid losses		66,599		66,599	
8. Accrued interest	xxxxxxx	31,771		31,771	\$ 34,486
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		101,000	101,000		
14. EDP Equipment & Software	15,000			15,000	\$ 20,000
15. Reins Prem Refundable		39,084		39,084	\$ -
16. Prepaid Reinsurance					\$ 438,234
17. Totals	\$ 5,084,310	\$ 1,169,679	\$ 101,000	\$ 6,152,989	\$ 7,412,887

LIABILITIES - DECEMBER 31, 2024

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 248,186		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	248,186		
4. Less: reinsurance recoverable on unpaid losses	248,186		
5. Net unpaid claims		\$	\$ 62,116
6. Unpaid adjusting expenses		5,579	5,104
7. Ceded reinsurance balances payable		10	70,715
8. Unpaid salaries and commissions		524	38,592
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others			62
12. Taxes payable: Real Estate		3,760	1,710
Federal Income			900
Premium		2,468	2,045
Other		(3,265)	(1,378)
13. Other unpaid expenses		4,218	4,785
14. Premiums collected for other companies - not remitted		9,447	11,104
15. Premiums received in advance		35,954	48,339
*16. Unearned premium reserve		1,224,416	1,090,918
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,283,111	\$ 1,335,012
20. Surplus		\$ 4,869,878	\$ 6,077,875
21. Total liabilities and surplus		\$ 6,152,989	\$ 7,412,887

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

*Method of calculation: 40% method

HISTORICAL INFORMATION

	2024	2023	2022	2021	2020
<u>Gross Premium</u>					
Fire	1,567,080	1,455,444	1,343,083	1,313,390	1,226,567
Windstorm	1,549,023	1,336,100	1,243,903	1,223,863	1,148,062
Other	-				
Total Direct Premiums	3,116,103	2,791,544	2,586,986	2,537,253	2,374,629
<u>Net Premiums Written</u>					
Fire	1,378,017	1,333,103	1,248,827	1,202,363	1,226,567
Windstorm	1,359,961	1,213,760	1,149,646	1,112,837	1,148,062
Other	-				
Total Direct Premiums	2,737,978	2,546,863	2,398,473	2,315,200	2,374,629
Total Net of Reinsurance	1,292,174	1,926,038	1,932,915	1,905,519	1,798,877
<u>Gross Losses Paid</u>					
Fire	1,140,654	657,912	476,321	905,647	950,761
Windstorm	1,196,958	281,674	995,482	313,088	961,606
Other	-				
Total	2,337,612	939,586	1,471,803	1,218,735	1,912,367
<u>Net Losses Paid</u>					
Fire	1,140,654	640,044	476,321	690,286	950,761
Windstorm	1,196,958	281,674	995,482	313,088	961,606
Other	-				
Total	2,337,612	921,718	1,471,803	1,003,374	1,912,367
Total Net of Reinsurance	2,212,693	921,718	1,471,803	921,255	735,310
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	72.8%	45.2%	35.5%	69.0%	77.5%
Windstorm Losses/Windstorm Prem	77.3%	21.1%	80.0%	25.6%	83.8%
Other Losses/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	75.0%	33.7%	56.9%	48.0%	80.5%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	82.8%	48.0%	38.1%	57.4%	77.5%
Windstorm Losses/Windstorm Prem	88.0%	23.2%	86.6%	28.1%	83.8%
Other Losses/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	85.4%	36.2%	61.4%	43.3%	80.5%
Net Losses/Net Premiums	171.2%	47.9%	76.1%	48.3%	40.9%
<u>Balance Sheet Items</u>					
Total Admitted Assets	6,152,989	7,412,887	6,750,496	7,032,512	6,277,432
Liabilities	1,283,111	1,335,012	1,390,104	1,714,348	1,338,967
Surplus	4,869,878	6,077,875	5,360,392	5,318,164	4,938,465
Bonds	3,569,049	3,750,930	3,686,861	3,561,905	2,880,076
Stocks	2,347,032	2,713,734	2,419,025	2,529,692	2,301,859
Real Estate	92,567	98,823	105,080	111,337	118,234
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	4,369	22,016	9,574	10,494	35,931
Unearned Premium	1,224,416	1,090,918	1,008,190	985,130	945,728
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	58%	51%	55%	51%	46%
Stocks/Admitted Assets	38%	37%	36%	36%	37%
Real Estate/Admitted Assets	2%	1%	2%	2%	2%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	1%
<u>Income/Disbursement Items</u>					
Total Income	2,208,847	2,365,003	2,481,042	2,418,490	2,227,628
Total Disbursements	3,332,449	1,987,121	2,481,104	1,936,214	1,788,093
Operating Expense	785,403	664,904	741,750	744,605	757,894
Commissions	228,978	214,696	193,676	270,553	282,362
Investment Income	620,717	198,649	176,302	263,621	173,610
Salaries (lines 14-17)	188,996	183,027	262,814	226,770	242,977
<u>Other</u>					
Gross Risk in Force	813,303,874	663,595,221	639,757,133	608,531,003	553,222,293
Number of Policies	1,646	1,785	1,847	1,868	1,836
Operating Expense/Net Premium	61%	35%	38%	39%	42%