

December 31, 2024 - Annual Statement

Iowa Company Number: 0106

Farmers Mutual Insurance Association

TJ Crandall
708 Chase St., Box 148
Osage, Iowa, 50461

DECEMBER 31, 2024

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$	6,971,051
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	\$ 1,719,707	\$	\$	\$ 1,719,707		
3. Windstorm	2,375,004			2,375,004		
4. Other						
5. Totals	\$ 4,094,711	\$	\$	\$ 4,094,711		
6. All reinsurance premiums ceded other than Per Risk				2,312,350		
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$	1,782,361
8. Interest received on bonds				119,573		
9. Increase in adjustment of bonds \$				6,498		
\$	20,626	decrease in adjustment of bonds			(14,127)	
10. Dividends received				236,085		
11. Interest received on bank deposits (schedule C-2, column 7)				56,428		
12. Other Interest						
13. Profit on sale of investment				187,255		
14. Rents received*				6,175		
15. Total income from investments (items 8 through 14)					\$	591,389
16. Borrowed money						
17. Premiums collected for other companies (less refunds)				272,170		
18. Increase in ledger liabilities						
19. "Overwrite Fees" received						
20. Federal income tax refund						
21. Miscellaneous income				43,180		
22.						
23. Total (items 16 through 22)					\$	315,350
24. Total income (items 7, 15, and 23)					\$	2,689,100
25. Total assets and income (item 1 plus item 25)					\$	9,660,151

*Includes \$ 6,175 For association's occupancy of its own buildings

DECEMBER 31, 2024

1. Amount brought forward from line 29 page 2

\$ 9,660,151

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.	\$ 599,158	\$	\$	\$ 599,158
3. Windstorm	203,008			203,008
4. Other (Sch G)				
5. Totals	\$ 802,166	\$	\$	\$ 802,166

6. All reinsurance losses ceded other than Per Risk Losses 38,463

7. Net losses (line 6, col.4 - line 7 = line 8)

\$ 763,703

OPERATING EXPENSE

8. Loss Adjustment Expenses				31,028
9. Commissions				571,508
10. Advertising				28,312
11. Boards, bureaus and associations				9,662
12. Inspection and loss prevention				2,541
13. Salaries of officers.				140,000
14. Expenses of officers				
15. Salaries of office employees				180,500
16. Employee welfare				136,985
17. Insurance				26,478
18. Directors' compensation				16,529
19. Directors' expenses				212
20. Rent and other items				6,175
21. Equipment				130,325
22. Printing, stationery and supplies				7,378
23. Postage and telephone				45,691
24. Legal and auditing				29,544
25. State insurance taxes	March 1	4,461		
	June 1	14,963	August 15	14,963
				34,387
26. Insurance Division licenses and fees				432
27. Payroll taxes				27,197
28. All other taxes (excluding Federal income)				35
29. Real estate expenses				7,057
30. Real estate taxes				3,123
31. Interest on borrowed money				
32. Miscellaneous				
Annual Meeting				10,677
Donations/Contributions				3,399
Travel and Travel Items				3,957
Over and Short				1,103
.				
.				
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				

\$ 1,454,235

NON-OPERATING EXPENSE

35. Borrowed money repaid				
36. Depreciation on real estate				3,471
37. Loss on sale of investments				8,314
38. Federal income tax Prior year	32,186	Current year	114,900	147,086
39. Premium collections transmitted to other companies				207,354
40. Commissions paid agents for other companies				46,984
41. Decrease in ledger liabilities				
42. .				
43. Total non-operating expense (items 36 through 43)				
44. Total disbursements (items 8, 35 and 44)				
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				

\$ 413,209
\$ 2,631,147
\$ 7,029,004

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)	\$ 3,521,799	\$	\$	3,521,799	\$ 3,466,150
2. Stocks (schedule A-part 2).	1,672,918	1,191,460		2,864,378	\$ 2,736,009
3. Bank Balances					
3.1 Check (C-1)	33,795			33,795	\$ 94,803
3.2 Interest Bearing (C-2)	1,658,035			1,658,035	\$ 1,506,237
4. Real estate (schedule F)	73,905		18,493	55,412	\$ 58,275
5. Cash in office	100			100	\$ 100
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	xxxxxxx
6.2 Due after November 1		11,439		11,439	\$ 10,506
7. Reinsurance receivable on paid losses					\$ 14,805
8. Accrued interest	xxxxxxx	28,937		28,937	\$ 29,158
9. Accrued rent due	xxxxxxx				\$ -
10. Equipment and furniture	6,962		6,962	xxxxxxx	xxxxxxx
11. Automobiles	56,518		56,518	xxxxxxx	xxxxxxx
12. Cash surrender value of life ins.					\$ -
13. Federal income tax recoverable					\$ -
14. EDP Equipment	4,057		2,577	1,480	\$ 2,328
15. .					\$ -
16. Prepaid Reins & Other Assets	918	451,928	51,928	400,918	\$ 840
17. Totals	\$ 7,029,007	\$ 1,683,764	\$ 136,478	\$ 8,576,293	\$ 7,919,211

LIABILITIES - DECEMBER 31, 2024

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 84,377		
2. Unpaid claims (incurred but not reported)			
3. Total unpaid losses	84,377		
4. Less: reinsurance recoverable on unpaid losses			
5. Net unpaid claims		\$ 84,377	\$ 10,000
6. Unpaid adjusting expenses		1,700	600
7. Ceded reinsurance balances payable		26,658	220,669
8. Unpaid salaries and commissions		1,109	49,873
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		4,422	4,104
12. Taxes payable: Real Estate		3,676	2,570
Federal Income			32,000
Premium		9,997	4,461
Other		1,224	1,153
13. Other unpaid expenses		5,656	3,430
14. Premiums collected for other companies - not remitted		21,191	13,549
15. Premiums received in advance		56,749	32,866
*16. Unearned premium reserve		1,623,000	1,195,000
17. Service Fees and Employee Benefits Payable			14,374
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 1,839,759	\$ 1,584,649
20. Surplus		\$ 6,736,534	\$ 6,334,562
21. Total liabilities and surplus		\$ 8,576,293	\$ 7,919,211

(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	1,719,707	1,262,068	1,080,858	1,023,671	1,037,104
Windstorm	2,375,004	1,730,388	1,465,498	1,387,735	1,407,908
Other	-	-	-	-	-
Total Direct Premiums	4,094,711	2,992,456	2,546,356	2,411,406	2,445,012
<u>Net Premiums Written</u>					
Fire	1,719,707	1,262,068	1,080,858	1,023,671	1,037,104
Windstorm	2,375,004	1,730,388	1,465,498	1,387,735	1,407,908
Other	-	-	-	-	-
Total Direct Premiums	4,094,711	2,992,456	2,546,356	2,411,406	2,445,012
Total Net of Reinsurance	1,782,361	2,035,081	1,885,291	1,737,486	1,787,777
<u>Gross Losses Paid</u>					
Fire	599,158	402,094	565,023	591,299	330,935
Windstorm	203,008	236,113	2,674,810	83,257	83,347
Other	-	-	-	-	-
Total	802,166	638,207	3,239,833	674,556	414,282
<u>Net Losses Paid</u>					
Fire	599,158	402,094	565,023	548,702	330,935
Windstorm	203,008	236,113	2,674,810	40,660	83,347
Other	-	-	-	-	-
Total	802,166	638,207	3,239,833	589,362	414,282
Total Net of Reinsurance	763,703	478,211	1,630,559	589,362	414,282
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	34.8%	31.9%	52.3%	57.8%	31.9%
Windstorm Losses/Windstorm Prem	8.5%	13.6%	182.5%	6.0%	5.9%
Other Losses"/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	19.6%	21.3%	127.2%	28.0%	16.9%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	34.8%	31.9%	52.3%	53.6%	31.9%
Windstorm Losses/Windstorm Prem	8.5%	13.6%	182.5%	2.9%	5.9%
Other Losses"/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	19.6%	21.3%	127.2%	24.4%	16.9%
Net Losses/Net Premiums	42.8%	23.5%	86.5%	33.9%	23.2%
<u>Balance Sheet Items</u>					
Total Admitted Assets	8,576,293	7,919,211	6,894,838	7,697,781	7,003,331
Liabilities	1,839,759	1,584,649	1,248,989	1,978,398	1,288,408
Surplus	6,736,534	6,334,562	5,645,849	5,719,383	5,714,923
Bonds	3,521,799	3,466,150	3,180,521	3,101,548	2,848,039
Stocks	2,864,378	2,736,009	2,553,174	3,213,694	2,798,953
Real Estate	55,412	58,276	61,180	64,083	59,105
Unpaid Premium (line 8.1)	-	-	-	-	-
Unpaid Premium (line 8.2)	11,439	10,506	23,856	2,895	11,036
Unearned Premium	1,623,000	1,195,000	1,020,000	963,000	955,000
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	41%	44%	46%	40%	41%
Stocks/Admitted Assets	33%	35%	37%	42%	40%
Real Estate/Admitted Assets	1%	1%	1%	1%	1%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	0%	0%	0%
<u>Income/Disbursement Items</u>					
Total Income	2,689,100	2,603,392	2,728,056	2,206,691	2,176,880
Total Disbursements	2,631,147	1,751,082	2,761,293	1,953,332	1,528,801
Operating Expense	1,454,235	1,073,407	955,482	931,808	854,137
Commissions	571,508	380,804	323,750	339,606	313,414
Investment Income	591,389	249,667	631,664	257,546	174,856
Salaries (lines 14-17)	457,485	382,044	335,162	323,032	299,084
<u>Other</u>					
Gross Risk in Force	1,085,144,371	845,374,556	720,154,769	663,160,796	635,396,838
Number of Policies	1,970	1,720	1,679	1,726	1,753
Operating Expense/Net Premium	82%	53%	51%	54%	48%