

December 31, 2024 - Annual Statement

Iowa Company Number: 0026

Home Mutual Insurance Association

Bradley Vollstedt
P.O. Box 367
Manning, Iowa 51455

DECEMBER 31, 2024

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

\$ 9,759,018

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	\$ 4,107,037	\$ 507,946	\$ 3,599,091
3. Windstorm	3,977,682	491,947	3,485,735
4. Other			
5. Totals	\$ 8,084,719	\$ 999,893	\$ 7,084,826
6. All reinsurance premiums ceded other than Per Risk			2,912,119
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)			\$ 4,172,707
8. Interest received on bonds			180,621
9. Increase in adjustment of bonds \$	2,677		
\$ 13,698 decrease in adjustment of bonds			(11,021)
10. Dividends received			67,530
11. Interest received on bank deposits (schedule C-2, column 7)			26
12. Other Interest			
13. Profit on sale of investment			368,013
14. Rents received*			6,000
15. Total income from investments (items 8 through 14)			\$ 611,169
16. Borrowed money			
17. Premiums collected for other companies (less refunds)			
18. Increase in ledger liabilities			17,041
19. "Overwrite Fees" received			27,792
20. Federal income tax refund			
21. Miscellaneous income			249
22.			
23. Total (items 16 through 22)			\$ 45,082
24. Total income (items 7, 15, and 23)			\$ 4,828,958
25. Total assets and income (item 1 plus item 25)			\$ 14,587,976

*Includes \$ 6,000 For association's occupancy of its own buildings

DECEMBER 31, 2024

1. Amount brought forward from line 29 page 2

\$ 14,587,976

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.	\$ 864,730		\$ 122,909	\$ 741,821
3. Windstorm	2,814,112			2,814,112
4. Other (Sch G)				
5. Totals	\$ 3,678,842	\$	\$ 122,909	\$ 3,555,933

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

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

\$ 3,417,052

OPERATING EXPENSE

8. Loss Adjustment Expenses	92,004
9. Commissions	836,448
10. Advertising	9,725
11. Boards, bureaus and associations	12,302
12. Inspection and loss prevention	
13. Salaries of officers.	130,103
14. Expenses of officers	5,117
15. Salaries of office employees	407,421
16. Employee welfare	59,062
17. Insurance	35,990
18. Directors' compensation	3,400
19. Directors' expenses	
20. Rent and other items	6,000
21. Equipment	33,465
22. Printing, stationery and supplies	56,813
23. Postage and telephone	14,941
24. Legal and auditing	29,600
25. State insurance taxes	March 1 2,184
June 1 31,353	August 15 31,353
26. Insurance Division licenses and fees	701
27. Payroll taxes	41,422
28. All other taxes (excluding Federal income)	
29. Real estate expenses	12,780
30. Real estate taxes	4,746
31. Interest on borrowed money	256
32. Miscellaneous	(55)
Loss on sale of office building	44,837
Meeting expense	1,308
Retirement - SAR SEP Mutual share	21,082
Annual meeting & Agen'ts meeting expense	4,900
Investment expense	15,874
Computer & Data Processing Expense	66,419
33. Automobile Expense	
34. Total operating expense (items 9 through 34)	\$ 2,011,551

NON-OPERATING EXPENSE

35. Borrowed money repaid	
36. Depreciation on real estate	24,404
37. Loss on sale of investments	14,652
38. Federal income tax Prior year Current year	
39. Premium collections transmitted to other companies	
40. Commissions paid agents for other companies	
41. Decrease in ledger liabilities	
42. .	
43. Total non-operating expense (items 36 through 43)	\$ 39,056
44. Total disbursements (items 8, 35 and 44)	\$ 5,467,659
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4	\$ 9,120,317

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)	\$ 5,454,835			5,454,835	\$ 5,815,397
2. Stocks (schedule A-part 2).	1,071,397	161,440		1,232,837	\$ 2,304,433
3. Bank Balances					
3.1 Check (C-1)	779,044			779,044	\$ 333,170
3.2 Interest Bearing (C-2)	5,304			5,304	\$ 5,277
4. Real estate (schedule F)	818,913		184,921	633,992	\$ 697,770
5. Cash in office	200			200	\$ 200
6. Unpaid Premiums					
6.1 Due before November 1				xxxxxxx	
6.2 Due after November 1	923,906		892,470	31,436	\$ 11,972
7. Reinsurance receivable on paid losses		592,400		592,400	
8. Accrued interest	xxxxxxx	49,818		49,818	\$ 52,991
9. Accrued rent due	xxxxxxx				
10. Equipment and furniture	55,665		55,665	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	11,053			11,053	\$ 5,873
15. Overwrite Receivable		1,978		1,978	\$ 1,930
16. .					
17. Totals	\$ 9,120,317	\$ 811,336	\$ 1,138,756	\$ 8,792,897	\$ 9,229,013

LIABILITIES - DECEMBER 31, 2024

		Current Year	Prior Year
1. Unpaid claims (reported)	\$ 1,110,090		
2. Unpaid claims (incurred but not reported)	100,000		
3. Total unpaid losses	1,210,090		
4. Less: reinsurance recoverable on unpaid losses	373,996		
5. Net unpaid claims		\$ 836,094	\$ 345,142
6. Unpaid adjusting expenses		10,000	5,000
7. Ceded reinsurance balances payable		332,416	49,110
8. Unpaid salaries and commissions		3,144	82,179
9. Borrowed money			
10. Interest due on borrowed money			
11. Amounts withheld for the account of others		6,757	3,666
12. Taxes payable: Real Estate		3,200	4,400
Federal Income			
Premium		16,089	2,184
Other		302	303
13. Other unpaid expenses		6,263	4,530
14. Premiums collected for other companies - not remitted		(8,028)	(11,741)
15. Premiums received in advance		177,061	179,148
*16. Unearned premium reserve		3,292,344	2,405,969
17. Service Fees and Employee Benefits Payable			
18. Miscellaneous Liabilities			
19. Total liabilities		\$ 4,675,642	\$ 3,069,890
20. Surplus		\$ 4,117,255	\$ 6,159,123
21. Total liabilities and surplus		\$ 8,792,897	\$ 9,229,013

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

*Method of calculation: Actual, daily pro-rata

HISTORICAL INFORMATION

	2024	2023	2022	2021	2020
<u>Gross Premium</u>					
Fire	4,107,037	3,167,148	3,046,059	2,794,585	2,638,730
Windstorm	3,977,682	3,104,432	3,009,725	2,761,250	2,607,255
Other	-				
Total Direct Premiums	8,084,719	6,271,580	6,055,784	5,555,835	5,245,985
<u>Net Premiums Written</u>					
Fire	3,599,091	2,595,400	2,593,996	2,391,206	2,637,113
Windstorm	3,485,735	2,544,006	2,563,056	2,362,683	2,605,657
Other	-				
Total Direct Premiums	7,084,826	5,139,406	5,157,052	4,753,889	5,242,770
Total Net of Reinsurance	4,172,707	4,156,444	4,209,546	3,989,618	3,829,161
<u>Gross Losses Paid</u>					
Fire	864,730	2,222,376	2,789,674	841,956	1,434,253
Windstorm	2,814,112	4,640,177	2,816,250	1,647,136	1,101,022
Other	-				
Total	3,678,842	6,862,553	5,605,924	2,489,092	2,535,275
<u>Net Losses Paid</u>					
Fire	741,821	1,832,786	2,122,194	834,076	1,434,253
Windstorm	2,814,112	4,626,262	2,586,735	1,366,262	1,101,022
Other	-				
Total	3,555,933	6,459,048	4,708,929	2,200,338	2,535,275
Total Net of Reinsurance	3,417,052	3,909,048	4,708,929	2,200,338	2,535,275
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	21.1%	70.2%	91.6%	30.1%	54.4%
Windstorm Losses/Windstorm Prem	70.7%	149.5%	93.6%	59.7%	42.2%
Other Losses/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	45.5%	109.4%	92.6%	44.8%	48.3%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	20.6%	70.6%	81.8%	34.9%	54.4%
Windstorm Losses/Windstorm Prem	80.7%	181.8%	100.9%	57.8%	42.3%
Other Losses/"Other Premiums	0.0%	0.0%	0.0%	0.0%	0.0%
Total Losses/Total Prem	50.2%	125.7%	91.3%	46.3%	48.4%
Net Losses/Net Premiums	81.9%	94.0%	111.9%	55.2%	66.2%
<u>Balance Sheet Items</u>					
Total Admitted Assets	8,792,897	9,229,013	11,194,532	13,661,212	13,450,243
Liabilities	4,675,642	3,069,890	3,925,131	4,132,850	3,455,041
Surplus	4,117,255	6,159,123	7,269,401	9,528,362	9,995,202
Bonds	5,454,835	5,815,397	6,229,699	6,600,868	7,083,793
Stocks	1,232,837	2,304,433	3,924,802	5,855,428	4,883,102
Real Estate	633,992	697,770	707,003	728,452	591,574
Unpaid Premium (line 8.1)	-	-			769
Unpaid Premium (line 8.2)	31,436	11,972	68,968	22,281	24,411
Unearned Premium	3,292,344	2,405,969	2,402,868	2,164,200	1,999,237
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	62%	63%	56%	48%	53%
Stocks/Admitted Assets	14%	25%	35%	43%	36%
Real Estate/Admitted Assets	7%	8%	6%	5%	4%
Unpaid Prem (line 8.2)/Admitted Assets	0%	0%	1%	0%	0%
<u>Income/Disbursement Items</u>					
Total Income	4,828,958	5,255,535	5,888,383	4,819,524	4,928,731
Total Disbursements	5,467,659	6,926,354	6,859,937	4,896,352	4,142,079
Operating Expense	2,011,551	2,033,904	2,090,924	1,835,041	1,582,971
Commissions	836,448	856,475	907,019	832,043	785,148
Investment Income	611,169	1,061,187	625,834	739,042	319,655
Salaries (lines 14-17)	601,703	557,038	527,767	437,480	380,931
<u>Other</u>					
Gross Risk in Force	1,902,253,397	1,904,706,385	1,863,724,040	1,690,782,852	1,574,475,641
Number of Policies	3,487	3,765	4,001	3,888	3,804
Operating Expense/Net Premium	48%	49%	50%	46%	41%