

December 31, 2025 - Annual Statement

Iowa Company Number: 0046

Farmers Mutual Insurance Association

Alan Weiss
PO BOX 40
SCHLESWIG IA 51461

December 31, 2025

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					3,551,078
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	\$1,754,906	\$0	\$0	\$1,754,906	
3. Windstorm	1,608,376	0	0	1,608,376	
4. Other	0	0	0	0	
5. Totals	\$3,363,282	\$0	\$0	\$3,363,282	
6. All reinsurance premiums ceded other than Per Risk				1,487,261	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$1,876,021
8. Interest received on bonds				85,156	
9. Increase in adjustment of bonds		\$ 760			
	\$ 10,409			(9,649)	
10. Dividends received				18,496	
11. Interest received on bank deposits (schedule C-2, column 7)				1,920	
12. Other interest				0	
13. Profit on sale of investment				85,385	
14. Rents received*				33,000	
15. Total income from investments (items 8 through 14)					\$214,308
16. Borrowed money				251,000	
17. Premiums collected for other companies (less refunds)				279,422	
18. Increase in ledger liabilities				19,056	
19. "Overwrite Fees" received				0	
20. Federal income tax refund				0	
21. Agency Management Fee and Misc Income				30,125	
22. Billing Fees				6,016	
23. Total (items 16 through 22)					\$585,619
24. Total income (items 7, 15, and 23)					\$2,675,948
25. Total assets and income (item 1 plus item 25)					\$6,227,026

December 31, 2025

1. Amount brought forward from line 29, page 2

\$6,227,026

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	\$300,994	\$0	\$0	\$300,994
3. Windstorm	600,668	0	\$33,396	567,272
4. Other (Sch G)	0		0	
5. Totals	\$901,662	\$0	\$33,396	\$868,266

6. All reinsurance losses ceded other than Per Risk Losses

280,541

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

\$587,725

OPERATING EXPENSE

8. Loss Adjustment Expenses				122,276
9. Commissions				432,325
10. Advertising				8,122
11. Boards, bureaus and associations				13,505
12. Inspection and loss prevention				59,050
13. Salaries of officers				80,500
14. Expenses of officers				0
15. Salaries of office employees				120,950
16. Employee welfare				13,774
17. Insurance				20,065
18. Directors' compensation				13,400
19. Directors' expenses				0
20. Rent and rent items				18,000
21. Equipment				45,273
22. Printing, stationery and supplies				0
23. Postage and telephone				29,300
24. Legal and auditing				19,275
25. State insurance taxes	March 1	3,034		
	June 1	20,658	August 15	20,658
				44,350
26. Insurance Division licenses and fees				0
27. Payroll taxes				22,736
28. All other taxes (excluding Federal income)				0
29. Real estate expenses				4,616
30. Real estate taxes				1,317
31. Interest on borrowed money				9,312
32. Miscellaneous				5,483
a. Annual meeting expense				1,085
b. Donations/Contributions				2,125
c. Travel and Travel Items				18,794
d. Over and Short				(1,651)
e. Agency expense reimbursement				0
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$1,103,982

NON-OPERATING EXPENSE

35. Borrowed money repaid				651,000
36. Depreciation on real estate				987
37. Loss on sale of investments				10,352
38. Federal income tax Prior year	0	Current year	0	0
39. Premium collections transmitted to other companies				223,533
40. Commissions paid agents for other companies				42,653
41. Decrease in ledger liabilities				0
42.				

43. Total non-operating expense (items 36 through 43)

\$928,525

44. Total disbursements (items 8, 35 and 44)

\$2,620,232

45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4

\$3,606,794

ASSETS - DECEMBER 31, 2025

	(1)	(2)	(3)	(4)	(5)
	Ledger Assets	Non-ledger	Non-admitted Assets including excess of book over market or amortized values	Current Year Net Admitted Assets (1+2-3=4)	Prior Year Net Admitted Assets
1. Bonds (schedule A - part 1)	\$2,519,194	\$0	0	\$2,519,194	\$2,588,842
2. Stocks (schedule A - part 2)	580,427	127,659	0	708,086	843,755
3. Bank Balances					
3.1 Check (C-1)	359,523	0	0	359,523	127,033
3.2 Interest Bearing (C-2)	63,076	0	0	63,076	38,225
4. Real estate (schedule F)	59,692	0	0	59,692	39,171
5. Cash in office	100	0	0	100	100
6. Unpaid Premiums					
6.1 Due before November 1	0	0	0	0	0
6.2 Due after November 1	0	20,964	0	20,964	10,646
7. Reinsurance receivable on paid losses	0	49,640	0	49,640	43,269
8. Accrued interest		17,777	0	17,777	18,017
9. Accrued rent due		0	0	0	0
10. Equipment and furniture	0	0	0	0	0
11. Automobiles	0	0	0	0	0
12. Cash surrender value of life ins	0	0	0	0	0
13. Federal income tax recoverable	0	0	0	0	0
14. Electronic data processing equipment	23,784	0	0	23,784	8,956
15. Prepaid Premium Tax	0	9,365	0	9,365	0
16. Funds Receivable	1,000	0	0	1,000	2,483
17. Totals	\$3,606,795	\$225,405	\$0	\$3,832,201	\$3,720,497

LIABILITIES - DECEMBER 31, 2025

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$142,900	
2.	Unpaid claims (incurred but not reported)	0	
3.	Total unpaid losses	142,900	
4.	Less: reinsurance recoverable on unpaid losses	63,700	
5.	Net unpaid claims	\$79,200	\$324,905
6.	Unpaid adjusting expenses	9,200	13,400
7.	Ceded reinsurance balances payable	31,599	9,370
8.	Unpaid salaries and commissions	45,278	56,694
9.	Borrowed money	100	400,100
10.	Interest due on borrowed money	1	0
11.	Amounts withheld for the account of others	0	0
12.	Taxes payable: Real Estate	1,320	1,314
	Federal Income	0	0
	Premium	0	3,034
	Other	0	47
13.	Other unpaid expenses	1,015	1,380
14.	Premiums collected for other companies - not remitted	14,418	18,951
15.	Premiums received in advance	33,376	83,913
*16.	Unearned premium reserve	1,345,000	1,656,000
17.	Service Fees and Employee Benefits Payable	14,710	0
18.	Miscellaneous Liabilities	0	0
19.	Total liabilities	\$1,575,217	\$2,569,108
20.	Surplus	\$2,256,984	\$1,151,389
21.	Total liabilities and surplus	\$3,832,201	\$3,720,497

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

* Method of calculation: 40% Method

SCHEDULE I - REINSURANCE LOSSES CEDED IN 2025			
Type of Reinsurance	Reinsurance Losses		
	Fire	Windstorm	Total
Per Risk Excess of Loss			
Layer 1 **	0	33,396	33,396
Layer 2 **	0	0	0
Layer 3			0
Total Per Risk	0	33,396	33,396
Aggregate Excess of Loss			
Layer 1 **	140,270	140,271	280,541
Layer 2 **			0
Layer 3			0
Total Aggregate Excess of Loss	140,270	140,271	280,541
Total Catastrophe Excess of Loss			0
Total Facultative	0	0	0
Total Reinsurance	140,270	173,667	313,937

HISTORICAL INFORMATION

	2025	2024	2023	2022	2021
Gross Premium					
Fire	1,754,906	2,205,330	2,003,662	1,912,398	1,904,820
Windstorm	1,608,376	2,032,240	1,824,506	1,741,264	1,745,269
Other	0	0	0	0	0
Total Direct Premiums	3,363,282	4,237,570	3,828,168	3,653,662	3,650,089
Net Premiums Written					
Fire	1,754,906	2,205,330	2,003,662	1,912,398	1,904,820
Windstorm	1,608,376	2,032,240	1,824,506	1,741,264	1,745,269
Other	0	0	0	0	0
Total Direct Premiums	3,363,282	4,237,570	3,828,168	3,653,662	3,650,089
Total Net of Reinsurance	1,876,021	1,813,055	2,394,449	2,419,165	2,467,858
Gross Losses Paid					
Fire	300,994	542,697	1,416,828	874,621	602,970
Windstorm	600,668	2,445,875	3,098,847	2,140,253	1,801,381
Other	0	0	0	0	0
Total	901,662	2,988,572	4,515,675	3,014,874	2,404,351
Net Losses Paid					
Fire	300,994	542,697	1,416,828	874,621	602,970
Windstorm	567,272	2,445,875	3,098,847	2,140,253	1,801,381
Other	0	0	0	0	0
Total	868,266	2,988,572	4,515,675	3,014,874	2,404,351
Total Net of Reinsurance	587,725	2,057,463	2,007,216	1,898,254	2,294,371
Loss Percentage (Direct)					
Fire Losses/Fire Prem	17.15%	24.61%	70.71%	45.73%	31.65%
Windstorm Losses/Windstorm Prem	37.35%	120.35%	169.85%	122.91%	103.22%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	26.81%	70.53%	117.96%	82.52%	65.87%
Loss Percentage (Net)					
Fire Losses/Fire Prem	17.15%	24.61%	70.71%	45.73%	31.65%
Windstorm Losses/Windstorm Prem	35.27%	120.35%	169.85%	122.91%	103.22%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	25.82%	70.53%	117.96%	82.52%	65.87%
Net Losses/Net Premiums	31.33%	113.48%	83.83%	78.47%	92.97%
Balance Sheet Items					
Total Admitted Assets	3,832,201	3,720,499	4,667,122	5,125,391	5,556,574
Liabilities	1,575,217	2,569,108	2,089,384	1,970,758	1,761,858
Surplus	2,256,984	1,151,391	2,577,738	3,154,633	3,794,716
Bonds	2,519,194	2,588,842	3,743,630	3,950,391	4,339,469
Stocks	708,086	843,755	745,543	800,731	744,203
Real Estate	59,692	39,172	39,487	7,559	7,875
Unpaid Premium (line 6.1)	0	0	0	0	0
Unpaid Premium (line 6.2)	20,964	10,646	23,716	23,211	5,947
Unearned Premium	1,345,000	1,656,000	1,506,000	1,441,000	1,420,954
Balance Sheet Percentages					
Bonds/Admitted Assets	65.74%	69.58%	80.21%	77.07%	78.10%
Stocks/Admitted Assets	18.48%	22.68%	15.97%	15.62%	13.39%
Real Estate/Admitted Assets	1.56%	1.05%	0.85%	0.15%	0.14%
Unpaid Prem (line 6.2)/Admitted Assets	0.55%	0.29%	0.51%	0.45%	0.11%
Income/Disbursement Items					
Total Income	2,675,948	2,834,001	3,329,167	2,986,931	2,792,728
Total Disbursements	2,620,232	3,909,124	3,775,925	3,283,251	3,343,149
Operating Expense	1,103,982	1,173,801	1,263,998	1,039,949	972,693
Commissions	432,325	534,072	485,397	460,050	446,390
Investment Income	214,308	147,924	195,103	183,248	191,644
Salaries (lines 14-17)	215,224	200,497	192,678	202,326	210,482
Other					
Gross Risk in Force	754,353,268	982,230,165	1,096,820,889	1,067,350,077	1,007,497,878
Number of Policies	1,260	1,853	2,070	2,201	2,282
Operating Expense/Net Premium	58.85%	64.74%	52.79%	42.99%	39.41%