

December 31, 2025 - Annual Statement

Iowa Company Number: 0062

Farmers Mutual Insurance Association

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FAYETTE IA 52142

December 31, 2025

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					6,012,883
INCOME - INCREASES IN LEDGER ASSETS					
PREMIUMS					
	(1)	(2)	(3)	(4)	
	Direct	Reinsurance	Per Risk	Net	
	Premiums	Premiums	Reinsurance	Premiums	
		Assumed	Premiums Ceded	(1+2-3=4)	
2. Fire	\$3,767,110	\$0	\$0	\$3,767,110	
3. Windstorm	56,606	0	0	56,606	
4. Other	0	0	0	0	
5. Totals	\$3,823,716	\$0	\$0	\$3,823,716	
6. All reinsurance premiums ceded other than Per Risk				1,443,874	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$2,379,842
8. Interest received on bonds				131,136	
9. Increase in adjustment of bonds		\$ 8,569			
	\$ 2,731		, less		
			decrease in adjustment of bonds	5,838	
10. Dividends received				24,117	
11. Interest received on bank deposits (schedule C-2, column 7)				35,745	
12. Other interest				0	
13. Profit on sale of investment				122,947	
14. Rents received*				3,000	
15. Total income from investments (items 8 through 14)					\$322,783
16. Borrowed money				0	
17. Premiums collected for other companies (less refunds)				435,603	
18. Increase in ledger liabilities				12,344	
19. "Overwrite Fees" received				0	
20. Federal income tax refund				0	
21. Miscellaneous income				16,830	
22. Billing Fees				0	
23. Total (items 16 through 22)					\$464,777
24. Total income (items 7, 15, and 23)					\$3,167,402
25. Total assets and income (item 1 plus item 25)					\$9,180,285

December 31, 2025

1. Amount brought forward from line 29, page 2

\$9,180,285

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	\$270,321	\$0	\$0	\$270,321
3. Windstorm	447,963	0	0	447,963
4. Other (Sch G)	0		0	
5. Totals	\$718,284	\$0	\$0	\$718,284

6. All reinsurance losses ceded other than Per Risk Losses

0

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

\$718,284

OPERATING EXPENSE

8. Loss Adjustment Expenses				60,149
9. Commissions				617,284
10. Advertising				7,624
11. Boards, bureaus and associations				11,599
12. Inspection and loss prevention				61,886
13. Salaries of officers				75,484
14. Expenses of officers				0
15. Salaries of office employees				49,719
16. Employee welfare				39,081
17. Insurance				18,041
18. Directors' compensation				6,739
19. Directors' expenses				2,942
20. Rent and rent items				3,030
21. Equipment				51,597
22. Printing, stationery and supplies				4,250
23. Postage and telephone				31,624
24. Legal and auditing				31,699
25. State insurance taxes				
	March 1	4,101		
	June 1	15,852	August 15	15,852
				35,805
26. Insurance Division licenses and fees				460
27. Payroll taxes				13,984
28. All other taxes (excluding Federal income)				0
29. Real estate expenses				6,686
30. Real estate taxes				740
31. Interest on borrowed money				0
32. Miscellaneous				47
a. Annual meeting expense				0
b. Donations/Contributions				793
c. Travel and Travel Items				496
d. Over and Short				981
e. Agency expense reimbursement				0
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$1,132,740

NON-OPERATING EXPENSE

35. Borrowed money repaid				0
36. Depreciation on real estate				1,977
37. Loss on sale of investments				42,380
38. Federal income tax				
Prior year	0			
Current year		10,049		10,049
39. Premium collections transmitted to other companies				347,485
40. Commissions paid agents for other companies				65,377
41. Decrease in ledger liabilities				0
42.				
43. Total non-operating expense (items 36 through 43)				\$467,268
44. Total disbursements (items 8, 35 and 44)				\$2,318,292
45. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$6,861,993

ASSETS - DECEMBER 31, 2025

	(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)	\$3,754,811	\$0	0	\$3,754,811	\$3,440,596
2. Stocks (schedule A - part 2)	987,934	558,924	0	1,546,858	1,533,718
3. Bank Balances					
3.1 Check (C-1)	717,914	0	0	717,914	333,953
3.2 Interest Bearing (C-2)	1,368,167	0	0	1,368,167	1,114,647
4. Real estate (schedule F)	28,194	0	0	28,194	19,338
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	19,452	0	19,452	15,496
7. Reinsurance receivable on paid losses	0	0	0	0	0
8. Accrued interest		27,207	0	27,207	22,829
9. Accrued rent due		0	0	0	0
10. Equipment and furniture	886	0	886	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	3,986	0	1,309	2,677	1,855
15. Contingency Receivable	0	130,235	0	130,235	0
16. Investment Receivable	0	0	0	0	0
17. Totals	\$6,861,992	\$735,818	\$2,195	\$7,595,616	\$6,482,532

LIABILITIES - DECEMBER 31, 2025

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$12,123	
2.	Unpaid claims (incurred but not reported)	0	
3.	Total unpaid losses	12,123	
4.	Less: reinsurance recoverable on unpaid losses	0	
5.	Net unpaid claims	\$12,123	\$58,891
6.	Unpaid adjusting expenses	4,400	5,700
7.	Ceded reinsurance balances payable	146,927	67,024
8.	Unpaid salaries and commissions	48,969	39,613
9.	Borrowed money	0	0
10.	Interest due on borrowed money	0	0
11.	Amounts withheld for the account of others	0	0
12.	Taxes payable: Real Estate	744	736
	Federal Income	133,000	0
	Premium	4,621	4,101
	Other	0	717
13.	Other unpaid expenses	0	57
14.	Premiums collected for other companies - not remitted	27,015	24,935
15.	Premiums received in advance	61,228	57,414
*16.	Unearned premium reserve	1,485,000	1,269,000
17.	Service Fees and Employee Benefits Payable	1,042	745
18.	Miscellaneous Liabilities	0	0
19.	Total liabilities	\$1,925,069	\$1,528,933
20.	Surplus	\$5,670,547	\$4,953,599
21.	Total liabilities and surplus	\$7,595,616	\$6,482,532

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

* Method of calculation: 40% Method

HISTORICAL INFORMATION

	2025	2024	2023	2022	2021
Gross Premium					
Fire	3,767,110	3,200,511	2,713,608	2,460,948	2,191,426
Windstorm	56,606	51,116	46,597	47,956	46,001
Other	0	0	0	0	0
Total Direct Premiums	3,823,716	3,251,627	2,760,205	2,508,904	2,237,427
Net Premiums Written					
Fire	3,767,110	3,200,511	2,713,608	2,460,948	2,191,426
Windstorm	56,606	51,116	46,597	47,956	46,001
Other	0	0	0	0	0
Total Direct Premiums	3,823,716	3,251,627	2,760,205	2,508,904	2,237,427
Total Net of Reinsurance	2,379,842	1,733,794	2,039,094	1,951,680	1,715,060
Gross Losses Paid					
Fire	270,321	871,297	541,920	755,930	476,032
Windstorm	447,963	206,084	609,893	533,142	560,692
Other	0	0	0	0	0
Total	718,284	1,077,381	1,151,813	1,289,072	1,036,724
Net Losses Paid					
Fire	270,321	588,751	541,920	755,930	476,032
Windstorm	447,963	206,084	609,893	533,142	560,692
Other	0	0	0	0	0
Total	718,284	794,835	1,151,813	1,289,072	1,036,724
Total Net of Reinsurance	718,284	794,835	1,076,856	1,155,657	897,293
Loss Percentage (Direct)					
Fire Losses/Fire Prem	7.18%	27.22%	19.97%	30.72%	21.72%
Windstorm Losses/Windstorm Prem	791.37%	403.17%	1308.87%	1111.73%	1218.87%
Other Losses"/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	18.78%	33.13%	41.73%	51.38%	46.34%
Loss Percentage (Net)					
Fire Losses/Fire Prem	7.18%	18.40%	19.97%	30.72%	21.72%
Windstorm Losses/Windstorm Prem	791.37%	403.17%	1308.87%	1111.73%	1218.87%
Other Losses"/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	18.78%	24.44%	41.73%	51.38%	46.34%
Net Losses/Net Premiums	30.18%	45.84%	52.81%	59.21%	52.32%
Balance Sheet Items					
Total Admitted Assets	7,595,616	6,482,529	6,148,035	5,809,414	5,856,080
Liabilities	1,925,069	1,528,933	1,338,551	1,194,935	1,188,979
Surplus	5,670,547	4,953,596	4,809,484	4,614,479	4,667,101
Bonds	3,754,811	3,440,596	3,684,524	3,601,194	3,434,569
Stocks	1,546,858	1,533,718	1,561,093	1,328,239	1,591,171
Real Estate	28,194	19,337	20,953	22,570	24,186
Unpaid Premium (line 6.1)	0	0	0	298	104
Unpaid Premium (line 6.2)	19,452	15,496	5,197	8,619	5,161
Unearned Premium	1,485,000	1,269,000	1,056,000	966,000	858,000
Balance Sheet Percentages					
Bonds/Admitted Assets	49.43%	53.07%	59.93%	61.99%	58.65%
Stocks/Admitted Assets	20.37%	23.66%	25.39%	22.86%	27.17%
Real Estate/Admitted Assets	0.37%	0.30%	0.34%	0.39%	0.41%
Unpaid Prem (line 6.2)/Admitted Assets	0.26%	0.24%	0.08%	0.15%	0.09%
Income/Disbursement Items					
Total Income	3,167,402	2,474,655	2,498,760	2,387,627	2,135,097
Total Disbursements	2,318,292	2,202,528	2,258,108	2,234,470	1,812,647
Operating Expense	1,132,740	1,009,747	851,470	814,076	721,556
Commissions	617,284	521,922	408,105	387,289	315,905
Investment Income	322,783	338,037	201,113	217,399	193,776
Salaries (lines 14-17)	164,284	160,984	151,289	154,730	149,139
Other					
Gross Risk in Force	1,459,230,044	1,248,729,812	1,071,594,844	968,498,784	836,279,527
Number of Policies	2,479	2,359	2,234	2,269	2,176
Operating Expense/Net Premium	47.60%	58.24%	41.76%	41.71%	42.07%