

December 31, 2025 - Annual Statement

Iowa Company Number: 0127

Walcott Mutual Insurance Association

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WALCOTT IA 52773

December 31, 2025

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....	4,423,312			
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.	\$1,153,914	\$0	\$0	\$1,153,914	
3.	1,153,914	0	0	1,153,914	
4.	0	0	0	0	
5.	\$2,307,828	\$0	\$0	\$2,307,828	
6.	All reinsurance premiums ceded other than Per Risk			960,050	
7.	Total net premiums and fees (line 5, col. 4 - line 6 = line 8)				\$1,347,778
8.	Interest received on bonds			115,589	
9.	Increase in adjustment of bonds \$ 930 , less				
	<u>\$ 22,711</u>	decrease in adjustment of bonds		(21,781)	
10.	Dividends received			62,295	
11.	Interest received on bank deposits (schedule C-2, column 7)			9,272	
12.	Other interest			0	
13.	Profit on sale of investment			37,342	
14.	Rents received*			12,360	
15.	Total income from investments (items 8 through 14)				\$215,077
16.	Borrowed money			0	
17.	Premiums collected for other companies (less refunds)			142,866	
18.	Increase in ledger liabilities			0	
19.	"Overwrite Fees" received			0	
20.	Federal income tax refund			0	
21.	Miscellaneous income			70	
22.	Billing Fees			10,652	
23.	Total (items 16 through 22)				\$153,588
24.	Total income (items 7, 15, and 23)				\$1,716,443
25.	Total assets and income (item 1 plus item 25)				\$6,139,755

December 31, 2025

1.	Amount brought forward from line 29, page 2				\$6,139,755
DISBURSEMENTS - DECREASES IN LEDGER ASSETS					
	(1)	(2)	(3)	(4)	
	Direct Losses	Reinsurance Assumed	Per Risk Reinsurance Losses Ceded	Net Losses Paid (1+2-3=4)	
2.	\$211,373	\$0	\$0	\$211,373	
3.	73,497	0	0	73,497	
4.	0		0		
5.	\$284,870	\$0	\$0	\$284,870	
6.	All reinsurance losses ceded other than Per Risk Losses			14,901	
7.	Net losses (line 6, col. 4 - line 7 = line 8)				\$269,969
OPERATING EXPENSE					
8.	Loss Adjustment Expenses			44,665	
9.	Commissions			265,017	
10.	Advertising			1,442	
11.	Boards, bureaus and associations			9,174	
12.	Inspection and loss prevention			9,069	
13.	Salaries of officers			78,219	
14.	Expenses of officers			0	
15.	Salaries of office employees			61,162	
16.	Employee welfare			46,671	
17.	Insurance			28,407	
18.	Directors' compensation			3,200	
19.	Directors' expenses			300	
20.	Rent and rent items			6,000	
21.	Equipment			35,667	
22.	Printing, stationery and supplies			2,911	
23.	Postage and telephone			7,219	
24.	Legal and auditing			23,314	
25.	State insurance taxes				
	March 1	4,558			
	June 1	10,994	August 15	10,994	26,546
26.	Insurance Division licenses and fees			178	
27.	Payroll taxes			11,081	
28.	All other taxes (excluding Federal income)			0	
29.	Real estate expenses			4,053	
30.	Real estate taxes			1,853	
31.	Interest on borrowed money			0	
32.	Miscellaneous			138	
	a. Annual meeting expense			0	
	b. Donations/Contributions			556	
	c. Travel and Travel Items			0	
	d. Over and Short			9	
	e. Agency expense reimbursement			0	
33.	Automobile Expense				
34.	Total operating expense (items 9 through 34)				\$666,851
NON-OPERATING EXPENSE					
35.	Borrowed money repaid			0	
36.	Depreciation on real estate			3,720	
37.	Loss on sale of investments			187	
38.	Federal income tax Prior year			0	
			Current year	27,603	27,603
39.	Premium collections transmitted to other companies			102,649	
40.	Commissions paid agents for other companies			19,892	
41.	Decrease in ledger liabilities			4	
42.					
43.	Total non-operating expense (items 36 through 43)				\$154,055
44.	Total disbursements (items 8, 35 and 44)				\$1,090,875
45.	Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4				\$5,048,880

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)	\$2,585,699	\$0	0	\$2,585,699	\$2,452,657
2. Stocks (schedule A - part 2)	1,234,538	1,240,100	0	2,474,638	2,205,734
3. Bank Balances					
3.1 Check (C-1)	7,267	0	0	7,267	6,332
3.2 Interest Bearing (C-2)	1,181,977	0	0	1,181,977	744,910
4. Real estate (schedule F)	39,190	0	0	39,190	42,910
5. Cash in office	25	0	0	25	25
6. Unpaid Premiums					
6.1 Due before November 1	0	1,062	1,062	0	0
6.2 Due after November 1	0	4,376	0	4,376	13,055
7. Reinsurance receivable on paid losses	0	0	0	0	0
8. Accrued interest		33,338	0	33,338	30,543
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	183	0	0	183	550
15. Contingency Receivable	0	0	0	0	0
16. Prepaid Reinsurance	0	0	0	0	27,664
17. Totals	\$5,048,879	\$1,278,876	\$1,062	\$6,326,693	\$5,524,380

LIABILITIES - DECEMBER 31, 2025

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$36,526	
2.	Unpaid claims (incurred but not reported)	0	
3.	Total unpaid losses	36,526	
4.	Less: reinsurance recoverable on unpaid losses	0	
5.	Net unpaid claims	\$36,526	\$138,907
6.	Unpaid adjusting expenses	4,700	6,800
7.	Ceded reinsurance balances payable	562	0
8.	Unpaid salaries and commissions	627	1,352
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	1,868	1,837
	Federal Income	7,000	0
	Premium	0	4,558
	Other	-	168
13.	Other unpaid expenses	2,009	2,890
14.	Premiums collected for other companies - not remitted	7,699	9,036
15.	Premiums received in advance	49,921	45,375
*16.	Unearned premium reserve	887,000	863,000
17.	Service Fees and Employee Benefits Payable	6,645	6,465
18.	Miscellaneous Liabilities	0	0
19.	Total liabilities	\$1,004,557	\$1,080,388
20.	Surplus	\$5,322,136	\$4,443,992
21.	Total liabilities and surplus	\$6,326,693	\$5,524,380

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

* Method of calculation: 40% Method

HISTORICAL INFORMATION

	2025	2024	2023	2022	2021
<u>Gross Premium</u>					
Fire	1,153,914	1,127,588	871,503	708,225	641,498
Windstorm	1,153,914	1,127,588	871,503	708,224	641,497
Other	0	0	0	0	0
Total Direct Premiums	2,307,828	2,255,176	1,743,006	1,416,449	1,282,995
<u>Net Premiums Written</u>					
Fire	1,153,914	1,127,588	871,503	708,225	641,498
Windstorm	1,153,914	1,127,588	871,503	708,224	641,497
Other	0	0	0	0	0
Total Direct Premiums	2,307,828	2,255,176	1,743,006	1,416,449	1,282,995
Total Net of Reinsurance	1,347,778	786,817	1,200,610	998,727	892,467
<u>Gross Losses Paid</u>					
Fire	211,373	145,351	504,211	539,113	266,843
Windstorm	73,497	847,761	2,292,680	421,288	799,026
Other	0	0	0	0	0
Total	284,870	993,112	2,796,891	960,401	1,065,869
<u>Net Losses Paid</u>					
Fire	211,373	101,725	504,211	539,113	266,843
Windstorm	73,497	847,761	2,292,680	421,288	799,026
Other	0	0	0	0	0
Total	284,870	949,486	2,796,891	960,401	1,065,869
Total Net of Reinsurance	269,969	300,304	1,180,042	778,442	174,370
<u>Loss Percentage (Direct)</u>					
Fire Losses/Fire Prem	18.32%	12.89%	57.86%	76.12%	41.60%
Windstorm Losses/Windstorm Prem	6.37%	75.18%	263.07%	59.49%	124.56%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	12.34%	44.04%	160.46%	67.80%	83.08%
<u>Loss Percentage (Net)</u>					
Fire Losses/Fire Prem	18.32%	9.02%	57.86%	76.12%	41.60%
Windstorm Losses/Windstorm Prem	6.37%	75.18%	263.07%	59.49%	124.56%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	12.34%	42.10%	160.46%	67.80%	83.08%
Net Losses/Net Premiums	20.03%	38.17%	98.29%	77.94%	19.54%
<u>Balance Sheet Items</u>					
Total Admitted Assets	6,326,693	5,524,381	5,289,801	5,560,847	5,885,371
Liabilities	1,004,557	1,080,389	958,620	820,408	678,777
Surplus	5,322,136	4,443,992	4,331,181	4,740,439	5,206,594
Bonds	2,585,699	2,452,657	2,636,951	2,732,437	2,853,328
Stocks	2,474,638	2,205,734	2,092,728	1,996,200	2,084,594
Real Estate	39,190	42,910	44,099	47,777	33,303
Unpaid Premium (line 6.1)	0	0	0	33	42
Unpaid Premium (line 6.2)	4,376	13,055	5,958	4,951	4,556
Unearned Premium	887,000	863,000	664,000	544,000	486,000
<u>Balance Sheet Percentages</u>					
Bonds/Admitted Assets	40.87%	44.40%	49.85%	49.14%	48.48%
Stocks/Admitted Assets	39.11%	39.93%	39.56%	35.90%	35.42%
Real Estate/Admitted Assets	0.62%	0.78%	0.83%	0.86%	0.57%
Unpaid Prem (line 6.2)/Admitted Assets	0.07%	0.24%	0.11%	0.09%	0.08%
<u>Income/Disbursement Items</u>					
Total Income	1,716,443	1,135,907	1,522,186	1,318,888	1,224,630
Total Disbursements	1,090,875	1,167,907	1,966,265	1,455,913	843,607
Operating Expense	666,851	668,972	616,558	524,802	511,187
Commissions	265,017	287,985	232,063	187,177	167,203
Investment Income	215,077	191,247	184,687	188,832	169,553
Salaries (lines 14-17)	186,052	170,866	166,373	171,912	181,491
<u>Other</u>					
Gross Risk in Force	398,307,874	456,175,950	501,020,219	466,977,447	429,752,951
Number of Policies	698	784	915	928	948
Operating Expense/Net Premium	49.48%	85.02%	51.35%	52.55%	57.28%