

December 31, 2018 - Annual Statement

Iowa Company Number: 0055

Dickinson County Mutual Insurance Association

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DECEMBER 31, 2018

1. Ledger Assets, December 31 of previous year, Total column 1, page 4..... \$ 3,379,348

INCOME - INCREASES IN LEDGER ASSETS

PREMIUMS			
(1) Direct Premiums	(2) Reinsurance Premiums Assumed	(3) Specific Reinsurance Premiums Ceded	(4) Net Premiums (1+2-3=4)
2. Fire..... \$ 994,584	\$	\$	\$ 994,584
3. Windstorm..... 854,351			854,351
4. Crop Hail.....			
Homeowner			
5. Assumed..... XXXXXX			
6. Totals..... \$ 1,848,935	\$	\$	\$ 1,848,935

7. Aggregate excess loss reinsurance paid..... 617,593

8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)..... \$ 1,231,342

9. Net interest received on bonds..... 120,664

10. Increase in adjustment of bonds 2,401, less 5,911
decrease in adjustment of bonds..... (3,510)

11. Dividends received..... 35,529

12. Interest received on bank deposits (schedule C-2, column 7)..... 112

13. Interest received on mortgage loans (schedule D, column 6)..... _____

14. Other interest..... _____

15. Profit on sale of investment..... 83,747

16. Rents received*..... 11,100

17. Total income from investments (items 9 through 16)..... \$ 247,642

18. Borrowed money..... 325,000

19. Premiums collected for other companies (less refunds)..... 136,434

20. Checks charged off..... _____

21. Increase in ledger liabilities..... 11,004

22. Underwriting expense reimbursement..... _____

23. Federal income tax refund..... _____

24. Miscellaneous income..... _____

25. Crop Hail Contingency Commission..... _____

26. _____

27. Total (items 18 through 26)..... \$ 472,438

28. Total income (items 8, 17, and 27)..... \$ 1,951,422

29. Total assets and income (item 1 plus item 28)..... \$ 5,330,770

*Includes \$11,100 for association's occupancy of its own buildings.

DECEMBER 31, 2018

1. Amount brought forward from line 29 page 2.....

\$ 5,330,770

DISBURSEMENTS - DECREASES IN LEDGER ASSETS

LOSSES			
(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsurance Recovered	(4) Net Losses Paid (1+2-3=4)
2. Fire.....	\$ 683,861	\$ 60,149	\$ 623,712
3. Windstorm.....	563,707		563,707
4. Crop Hail			
5. Homeowners Assumed.....	XXXXXXXXXX		
6. Totals.....	\$ 1,247,568	\$ 60,149	\$ 1,187,419

7. Received from aggregate excess loss reinsurance..... 1,420

8. Total of all net losses (line 6, column 4 - line 7 = line 8).....

\$ 1,185,999

OPERATING EXPENSE

9. Loss Adjustment Expenses..... 74,288

10. Commissions..... 234,788

11. Advertising..... 5,638

12. Boards, bureaus and associations..... 7,870

13. Inspection and loss prevention..... 9,540

14. Salaries of officers..... 71,635

15. Expenses of officers..... 1,789

16. Salaries of office employees..... 43,144

17. Employee welfare..... 36,293

18. Insurance..... 11,385

19. Directors' compensation..... 10,083

20. Directors' expenses..... 455

21. Rent and rent items..... 11,100

22. Equipment..... 19,096

23. Printing, stationery and supplies..... 5,128

24. Postage and telephone

17,271

25. Legal and auditing..... 12,000

26. State insurance taxes (March 1, 0) (June 1, 8,641) (August 15, 8,720)

17,360

27. Insurance Division licenses and fees..... 8,978

28. Payroll taxes..... 11,485

29. All other taxes (excluding Federal income).....

30. Real estate expenses..... 13,020

31. Real estate taxes..... 3,865

32. Interest on borrowed money..... 2,798

33. Miscellaneous..... 106

a. Annual Meeting.....

b. Donations/Contributions..... 3,302

c. Travel and Travel Items.....

d. Over and Short..... (1)

34.

35. Total operating expense (items 9 through 34).....

\$ 632,416

NON-OPERATING EXPENSE

36. Borrowed money repaid..... 70,015

37. Depreciation on real estate..... 6,323

38. Loss on sale of investments..... 18

39. Federal income tax Prior year, 0 Current year, 0

40. Premium collections transmitted to other companies..... 109,130

41. Commission paid agents for other companies..... 16,372

42. Decrease in ledger liabilities.....

43. Federal income tax penalty/interest.....

44. Total non-operating expense (items 36 through 43)..... 201,858

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

\$ 2,020,273

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

\$ 3,310,497

ASSETS - DECEMBER 31, 2018

	(1) Ledger Assets	(2) Non-ledger including excess of market (or amortized) over book value	(3) Assets not admitted 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).....	\$ 2,548,466	\$	\$ 35,835	\$ 2,512,631	\$ 2,549,923
2. Stocks (schedule A-part 2).....	444,262	153,202		597,464	891,547
3. Bank Balances					
3.1 Subject to check(C-I).....	213,180			213,180	120,085
3.2 On interest (C-2).....	18,452			18,452	18,339
4. Mortgage loans (schedule D)					
4.1 First liens.....					
4.2 Other than first.....					
5. Collateral loans (schedule E).....					
6. Real estate (schedule F).....	86,137			86,137	92,460
7. Cash in office.....					
8. Unpaid Premiums					
8.1 Due before November 1.....		3,837	3,837	X X X X X X	X X X X X X
8.2 Due after November 1.....		16,066		16,066	23,099
9. Bills receivable.....				X X X X X X	X X X X X X
10. Agent's balances.....					
11. Reinsurance receivable on paid losses.....		143,642		143,642	
12. Accrued interest.....	X X X X X X	25,363		25,363	26,175
13. Accrued rent due.....	X X X X X X				
14. Equipment and furniture.....				X X X X X X	X X X X X X
15. Supplies.....				X X X X X X	X X X X X X
16. Automobiles.....				X X X X X X	X X X X X X
17. Cash surrender value of life ins.					
18. Federal Inc. tax recoverable.....					
19. Electronic data processing equipment.....					
20. Service fees & misc receivables..		18,987		18,987	19,575
21. Prepaid Reins. & other assets....					
22. Totals.....	\$ 3,310,497	\$ 361,097	\$ 39,672	\$ 3,631,922	\$ 3,741,203

*Bonds are amortized through 12/31/18.

LIABILITIES - DECEMBER 31, 2018

		Current Year	Prior Year
1. Unpaid claims (reported).....	\$ 237,014		
2. Unpaid claims (incurred but not reported).....			
3. Total unpaid losses.....	237,014		
4. Less: reinsurance recoverable on unpaid losses.....	224,664		
5. Net unpaid claims.....		\$ 12,350	\$ 31,950
6. Unpaid adjusting expenses.....		10,600	6,400
7. Ceded reinsurance balances payable.....		52,738	54,373
8. Unpaid salaries and commissions.....		35,378	35,153
9. Borrowed money.....		325,000	70,015
10. Interest due on borrowed money.....		2,680	1,357
11. Amounts withheld for the account of others.....		4,239	2,571
12. Taxes payable: Real estate.....		3,908	3,822
Federal Income.....		15,000	
Premium.....		1,050	-
Other.....		2,297	991
13. Other unpaid expenses.....		8,017	11,176
14. Premiums collected for other companies - not remitted.....		11,359	9,776
15. Premiums received in advance.....		3,777	5,459
16.* Unearned premium reserve.....		715,000	689,000
17. Service Fees and Employee Benefits Payable.....			
18. Miscellaneous Liabilities.....			
19. Total liabilities.....		\$ 1,203,393	\$ 922,043
20. Surplus.....		\$ 2,428,529	\$ 2,819,160
21. Total liabilities and surplus.....		\$ 3,631,922	\$ 3,741,203

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

*Method of calculation: 40% method.

HISTORICAL INFORMATION

	2018	2017	2016	2015	2014
Gross Premium					
Fire.....	994,584	938,201	938,551	957,050	922,544
Windstorm.....	854,351	805,755	813,327	881,555	817,979
Crop Hail.....	0	0	0	0	0
Total.....	1,848,935	1,743,956	1,751,878	1,838,605	1,740,523
Net Premium Written					
Fire.....	994,584	938,201	938,551	957,050	922,544
Windstorm.....	854,351	805,755	813,327	881,555	817,979
Crop Hail.....	0	0	0	0	0
Total.....	1,848,935	1,743,956	1,751,878	1,838,605	1,740,523
Total Net of Agg.....	1,231,342	1,102,528	1,167,449	1,220,915	1,189,178
Gross Losses Paid					
Fire.....	683,861	477,626	233,804	280,504	786,345
Windstorm.....	563,707	441,768	304,054	199,642	484,814
Crop Hail.....	0	0	0	0	0
Total.....	1,247,568	919,394	537,858	480,146	1,271,159
Net Losses Paid					
Fire.....	623,712	437,376	220,023	268,722	524,659
Windstorm.....	563,707	441,768	304,054	199,642	484,814
Crop Hail.....	0	0	0	0	0
Total.....	1,187,419	879,144	524,077	468,364	1,009,473
Total Net of Agg.....	1,185,999	878,766	509,109	434,323	1,009,473
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	69 %	51 %	25 %	29 %	85 %
Windstorm Losses/Windstorm Prem.....	66 %	55 %	37 %	23 %	59 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	67 %	53 %	31 %	26 %	73 %
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	63 %	47 %	23 %	28 %	57 %
Windstorm Losses/Windstorm Prem.....	66 %	55 %	37 %	23 %	59 %
Crop Hail Losses/Crop Hail Prem.....	0 %	0 %	0 %	0 %	0 %
Total Losses/Total Prem.....	64 %	50 %	30 %	25 %	58 %
Total Net Agg Losses/Total Net Ag Prem	96 %	80 %	44 %	36 %	85 %
Balance Sheet Items					
Total Admitted Assets.....	3,631,922	3,741,202	3,800,599	3,497,552	3,346,072
Liabilities.....	1,203,393	922,044	1,076,322	984,009	1,054,782
Surplus.....	2,428,529	2,819,158	2,724,277	2,513,543	2,291,290
Bonds.....	2,512,631	2,549,923	2,677,322	2,248,880	2,127,386
Stocks.....	597,464	891,547	743,370	746,032	790,883
Real Estate.....	86,137	92,460	98,783	101,888	108,130
Unpaid Premium(line 8.1).....	3,837	1,803	0	1,404	6,490
Unpaid Premium(line 8.2).....	16,066	23,099	7,943	5,992	99,893
Agent's Balances.....	0	0	0	0	0
Unearned Premium.....	715,000	689,000	671,000	712,000	698,000
Balance Sheet Percentages					
Bonds/Admitted Assets.....	69 %	68 %	70 %	64 %	64 %
Stocks/Admitted Assets.....	16 %	24 %	20 %	21 %	24 %
Real Estate/Admitted Assets.....	2 %	2 %	3 %	3 %	3 %
Unpaid Prem (line 8.2)/Admitted Assets.....	0 %	1 %	0 %	0 %	3 %
Agents' Balances/Admitted Assets.....	0 %	0 %	0 %	0 %	0 %
Income/Disbursement Items					
Total Income.....	1,951,423	1,578,801	1,492,140	1,633,095	1,741,638
Total Disbursements.....	2,020,275	1,706,562	1,273,758	1,365,490	1,985,185
Operating Expense.....	632,418	620,702	629,683	651,348	642,350
Commissions.....	234,788	233,388	235,663	230,107	234,558
Investment Income.....	247,643	168,559	157,044	144,523	173,562
Salaries (lines 14-17).....	152,861	157,206	155,908	158,049	171,006
Other					
Gross Risk in Force.....	506,013,662	489,992,244	476,828,770	543,446,614	440,000,010
Number of Policies.....	1,957	1,929	1,938	1,965	1,992
Operating Expense/Net Premium.....	51 %	56 %	54 %	53 %	54 %