

## **December 31, 2018 - Annual Statement**

*Iowa Company Number:* 0033

### **Maple Valley Mutual Insurance Association**

Brian Lockin

156 Main St.

Aurelia IA 51005

# DECEMBER 31, 2018

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4					\$ 2,851,443
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	\$ 451,237	\$	\$ 4,655	\$ 446,582	
3. Windstorm	440,891		4,655	436,236	
4. Crop hail					
5. Homeowners assumed	xxxxxxx				
6. Totals	\$ 892,128	\$	\$ 9,310	\$ 882,818	
7. Aggregate excess loss reinsurance paid				310,040	
8. Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8)					\$ 572,778
9. Net interest received on bonds				47,616	
10. Increase in adjustment of bonds \$ 267, less \$ 8,316 decrease in adjustment of bonds				(8,049)	
11. Dividends received				47,107	
12. Interest received on bank deposits (schedule C-2, column 7)				3,321	
13. Interest received on mortgage loans (schedule D, column 6)					
14. Other Interest					
15. Profit on sale of investment				18,554	
16. Rents received*					
17. Total income from investments (items 9 through 16)					\$ 108,549
18. Borrowed money					
19. Premiums collected for other companies (less refunds)					
20. Checks charged off					
21. Increase in ledger liabilities				553	
22. Underwriting expense reimbursement				1,189	
23. Federal income tax refund					
24. Miscellaneous income					
25.					
26.					
27. Total (items 18 through 26)					\$ 1,742
28. Total income (items 8, 17 and 27)					\$ 683,069
29. Total assets and income (item 1 plus item 28)					\$ 3,534,512

\*Includes \$ 0 For association's occupancy of its own buildings

# DECEMBER 31, 2018

1. Amount brought forward from line 29 page 2 . . . . .					\$	3,534,512
<b>DISBURSEMENTS - DECREASES IN LEDGER ASSETS</b>						
	(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsurance Recovered	(4) Net Losses Paid (1 + 2 - 3 = 4)		
2. Fire . . . . .	\$ 235,877	\$	\$ 3,195	\$ 232,682		
3. Windstorm . . . . .	115,556		3,195	112,361		
4. Crop Hail . . . . .						
5. Homeowners Assumed . . . . .	xxxxxxx					
6. Totals . . . . .	\$ 351,433	\$	\$ 6,390	\$ 345,043		
7. Received from aggregate excess loss reinsurance . . . . .				44,421		
8. Total of all net losses (line 6, col.4 - line 7 = line 8) . . . . .					\$	300,622
<b>OPERATING EXPENSE</b>						
9. Loss Adjustment Expenses . . . . .				16,367		
10. Commissions . . . . .				112,558		
11. Advertising . . . . .				1,460		
12. Boards, bureaus and associations . . . . .				6,045		
13. Inspection and loss prevention . . . . .						
14. Salaries of officers . . . . .				16,300		
15. Expenses of officers . . . . .						
16. Salaries of office employees . . . . .				19,264		
17. Employee welfare . . . . .						
18. Insurance . . . . .				7,060		
19. Directors' compensation . . . . .				1,600		
20. Directors' expenses . . . . .						
21. Rent and rent items . . . . .				2,100		
22. Equipment . . . . .				139		
23. Printing, stationery and supplies . . . . .				1,259		
24. Postage and telephone . . . . .				1,992		
25. Legal and auditing . . . . .				8,400		
26. State insurance taxes March 1 . . . . .						
June 1 3,290 August 15 4,354				7,644		
27. Insurance Division licenses and fees . . . . .				7,493		
28. Payroll taxes . . . . .				3,056		
29. All other taxes (excluding Federal income) . . . . .				228		
30. Real estate expenses . . . . .						
31. Real estate taxes . . . . .						
32. Interest on borrowed money . . . . .						
33. Miscellaneous . . . . .				444		
a Meals & Entertainment . . . . .				45		
b Data Processing Expense . . . . .				3,793		
c Investment Expenses . . . . .				11,680		
d Donations . . . . .						
34. . . . .						
35. Total operating expense (items 9 through 34) . . . . .					\$	228,927
<b>NON-OPERATING EXPENSE</b>						
36. Borrowed money repaid . . . . .						
37. Depreciation on real estate . . . . .						
38. Loss on sale of investments . . . . .				18,464		
39. Federal income tax Prior year 3,545 Current year 6,200				9,745		
40. Premium collections transmitted to other companies . . . . .						
41. Commissions paid agents for other companies . . . . .				779		
42. Decrease in ledger liabilities . . . . .						
43. . . . .						
44. Total non-operating expense (items 36 through 43) . . . . .					\$	28,988
45. Total disbursements (items 8, 35 and 44) . . . . .					\$	558,537
46. Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4 . . . . .					\$	2,975,975

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) . . . . .	\$ 1,430,421	\$		\$ 1,430,421	\$ 1,281,503
2. Stocks (schedule A-part 2). . . . .	934,413	112,518		1,046,931	1,088,426
3. Bank Balances					
3.1 Subject to check (C-1) . . . . .	170,720			170,720	133,389
3.2 On interest (C-2) . . . . .	440,421			440,421	587,150
4. Mortgage loans (schedule D)					
4.1 First liens . . . . .					
4.2 Other than first . . . . .					
5. Collateral loans (schedule E) . . . . .					
6. Real estate (schedule F) . . . . .					
7. Cash in office . . . . .					
8. Unpaid Premiums					
8.1 Due before November 1 . . . . .		1,810	1,810	xxxxxxx	xxxxxxx
8.2 Due after November 1 . . . . .		6,693		6,693	7,332
9. Bills receivable . . . . .				xxxxxxx	xxxxxxx
10. Agents' balances . . . . .					
11. Reinsurance receivable on paid losses . . . . .					2,145
12. Accrued interest . . . . .	xxxxxxx	13,383		13,383	10,967
13. Accrued rent due . . . . .	xxxxxxx				
14. Equipment and furniture . . . . .		943	943	xxxxxxx	xxxxxxx
15. Supplies . . . . .		500	500	xxxxxxx	xxxxxxx
16. Automobiles . . . . .				xxxxxxx	xxxxxxx
17. Cash surrender value of life ins. . . . .					
18. Federal income tax recoverable . . . . .					
19. GMRC Contingency . . . . .		13,143		13,143	16,169
20. . . . .					
21. . . . .					
22. Totals . . . . .	\$ 2,975,975	\$ 148,990	\$ 3,253	\$ 3,121,712	\$ 3,127,081

## LIABILITIES - DECEMBER 31, 2018

		Current Year	Prior Year
1. Unpaid claims (reported) .....	\$ 46,000		
2. Unpaid claims (incurred but not reported) .....			
3. Total unpaid losses .....	46,000		
4. Less: reinsurance recoverable on unpaid .....	8,000		
5. Net unpaid claims .....		\$ 38,000	\$ 60,000
6. Unpaid adjusting expenses .....		1,041	1,011
7. Ceded reinsurance balances payable .....		27,436	33,693
8. Unpaid salaries and commissions .....		12,083	11,744
9. Borrowed money .....			
10. Interest due on borrowed money .....			
11. Amounts withheld for the account of others .....		2,030	1,888
12. Taxes payable:			
Real Estate .....			
Federal Income .....		1,900	3,800
Premium .....		166	(1,065)
Other .....			
13. Other unpaid expenses .....		318	7,777
14. Premiums collected for other companies - not remitted .....		474	415
15. Premiums received in advance .....			3,173
*16. Unearned premium reserve .....		347,506	341,028
17. ....			
18. ....			
19. Total liabilities .....		\$ 430,954	\$ 463,464
20. Surplus .....		\$ 2,690,758	\$ 2,663,617
21. Total liabilities and surplus .....		\$ 3,121,712	\$ 3,127,081

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

\*Method of calculation: Actual, daily pro-rata

## HISTORICAL INFORMATION

	2018	2017	2016	2015	2014
<b><u>Gross Premium</u></b>					
Fire .....	451,237	442,793	499,242	512,597	438,678
Windstorm .....	440,891	432,649	483,139	503,542	438,678
Crop Hail .....	0	0	0	0	0
Total .....	892,128	875,442	982,381	1,016,139	877,356
<b><u>Net Premiums Written</u></b>					
Fire .....	446,582	438,211	494,267	493,489	424,199
Windstorm .....	436,236	428,067	478,164	484,434	424,199
Crop Hail .....	0	0	0	0	0
Total .....	882,818	866,278	972,431	977,923	848,398
Total Net of Agg. ....	572,778	480,961	533,346	551,485	416,634
<b><u>Gross Losses Paid</u></b>					
Fire .....	235,877	153,238	82,824	48,432	217,290
Windstorm .....	115,556	112,622	169,243	45,326	32,085
Crop Hail .....	0	0	0	0	0
Total .....	351,433	265,860	252,067	93,758	249,375
<b><u>Net Losses Paid</u></b>					
Fire .....	232,682	151,485	78,459	46,567	213,181
Windstorm .....	112,361	110,868	169,243	45,326	32,085
Crop Hail .....	0	0	0	0	0
Total .....	345,043	262,353	247,702	91,893	245,266
Total Net of Agg. ....	300,622	246,342	229,718	91,893	209,903
<b><u>Loss Percentage (Direct)</u></b>					
Fire Losses/Fire Prem. ....	52.0%	35.0%	17.0%	9.0%	50.0%
Windstorm Losses/Windstorm Prem. ....	26.0%	26.0%	35.0%	9.0%	7.0%
Crop Hail Losses/Crop Hail Prem. ....	N/A	N/A	N/A	N/A	N/A
Total Losses/Total Prem. ....	39.0%	30.0%	26.0%	9.0%	28.0%
<b><u>Loss Percentage (Net)</u></b>					
Fire Losses/Fire Prem. ....	52.0%	35.0%	16.0%	9.0%	50.0%
Windstorm Losses/Windstorm Prem. ....	26.0%	26.0%	35.0%	9.0%	8.0%
Crop Hail Losses/Crop Hail Prem. ....	N/A	N/A	N/A	N/A	N/A
Total Losses/Total Prem. ....	39.0%	30.0%	25.0%	9.0%	29.0%
Tot Net Agg Losses/Tot Net Agg Prem	52.0%	51.0%	43.0%	17.0%	50.0%
<b><u>Balance Sheet Items</u></b>					
Total Admitted Assets .....	3,121,712	3,127,081	2,886,030	2,647,415	2,454,134
Liabilities .....	430,954	463,464	495,357	448,227	414,806
Surplus .....	2,690,758	2,663,617	2,390,673	2,199,188	2,039,328
Bonds .....	1,430,421	1,281,503	1,088,570	1,032,275	951,556
Stocks .....	1,046,931	1,088,426	1,066,444	656,919	494,667
Real Estate .....	0	0	0	0	0
Unpaid Premium (line 8.1) .....	1,810	645	(805)	777	1,859
Unpaid Premium (line 8.2) .....	6,693	7,332	1,592	2,740	55,800
Agents' Balances .....	0	0	0	0	0
Unearned Premium .....	347,506	341,028	384,024	385,232	338,555
<b><u>Balance Sheet Percentages</u></b>					
Bonds/Admitted Assets .....	46.0%	41.0%	38.0%	39.0%	39.0%
Stocks/Admitted Assets .....	34.0%	35.0%	37.0%	25.0%	20.0%
Real Estate/Admitted Assets .....	0.0%	0.0%	0.0%	0.0%	0.0%
Unpaid Prem (line 8.2)/Admitted Assets ..	0.0%	0.0%	0.0%	0.0%	2.0%
Agents' Balances/Admitted Assets .....	0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Income/Disbursement Items</u></b>					
Total Income .....	683,069	587,439	602,484	620,267	475,561
Total Disbursements .....	558,537	487,524	461,660	333,265	422,273
Operating Expense .....	228,927	222,256	228,666	221,419	208,038
Commissions .....	112,558	110,268	120,776	123,460	106,836
Investment Income .....	108,549	105,090	67,462	63,778	53,730
Salaries (lines 14-17) .....	35,564	35,294	33,629	31,684	25,349
<b><u>Other</u></b>					
Gross Risk in Force .....	227,351,375	220,079,675	234,645,125	227,355,290	218,946,960
Number of Policies .....	481	475	485	475	466
Operating Expense/Net Premium .....	26.0%	25.0%	23.0%	22.0%	24.0%