

December 31, 2019 - Annual Statement

Iowa Company Number: 0027

Mount Carmel Mutual Insurance Association

Adam Humlicek
105 N. 3rd St., P.O. Box 69
Breda IA 51436

DECEMBER 31, 2019

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					5,501,449
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.....	1,629,425	\$0	\$9,617	\$1,619,808	
3.	Windstorm.....	1,556,909	0	0	1,556,909	
4.	Crop Hail.....	0			0	
5.	Homeowners assumed.....	XXXXXXXXXXXXXXXXXX	0	0	0	
6.	Totals.....	\$3,186,334	\$0	\$9,617	\$3,176,717	
7.	Aggregate excess loss reinsurance paid.....					953,166
8.	Total net assessment, premiums and fees (line 6, col. 4 - line 7 = line 8).....					\$2,223,551
9.	Net interest received on bonds.....					95,985
10.	Increase in adjustment of bonds \$ 1,224 , less \$ 3,669 decrease in adjustment of bonds.....					(2,445)
11.	Dividends received.....					40,361
12.	Interest received on bank deposits (schedule C-2, column 7).....					28,874
13.	Interest received on mortgage loans (schedule D, column 6).....					0
14.	Other interest.....					0
15.	Profit on sale of investment.....					64,192
16.	Rents received*					5,400
17.	Total income from investments (items 9 through 16).....					\$232,367
18.	Borrowed money.....					0
19.	Premiums collected for other companies (less refunds).....					122,269
20.	Checks charged off.....					0
21.	Increase in ledger liabilities.....					34,915
22.	Underwriting expense reimbursement.....					0
23.	Federal income tax refund.....					10,440
24.	Miscellaneous income.....					114
25.					
26.					
27.	Total (items 18 through 26).....					\$167,738
28.	Total income (items 8, 17, and 27)....					\$2,623,656
29.	Total assets and income (item 1 plus item 28).....					\$8,125,105

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

DECEMBER 31, 2019

1.	Amount brought forward from line 29, page 2.....					\$8,125,105
DISBURSEMENTS - DECREASES IN LEDGER ASSETS						
	(1) Direct Losses	(2) Reinsurance Assumed	(3) Specific Reinsurance Recovered	(4) Net Losses Paid (1+2-3=4)		
2.	Fire.....	\$638,926	\$0	0	\$638,926	
3.	Windstorm.....	242,249	0	0	242,249	
4.	Crop Hail.....	0	0	0	0	
5.	Homeowners Assumed.....	xxxxxxxxxxxxxxxxxxxx	0		0	
6.	Totals.....	\$881,175	\$0	\$0	\$881,175	
7.	Received from aggregate excess loss reinsurance.....				0	
8.	Total of all net losses (line 6, col. 4 - line 7 = line 8).....					\$881,175
OPERATING EXPENSE						
9.	Loss Adjustment Expenses.....				12,772	
10.	Commissions.....				393,389	
11.	Advertising.....				7,801	
12.	Boards, bureaus and associations.....				10,259	
13.	Inspection and loss prevention.....				1,963	
14.	Salaries of officers.....				30,636	
15.	Expenses of officers.....				193	
16.	Salaries of office employees.....				96,590	
17.	Employee welfare.....				28,139	
18.	Insurance.....				16,237	
19.	Directors' compensation.....				3,425	
20.	Directors' expenses.....				180	
21.	Rent and rent items.....				0	
22.	Equipment.....				6,387	
23.	Printing, stationery and supplies.....				4,803	
24.	Postage and telephone.....				8,679	
25.	Legal and auditing.....				10,050	
26.	State insurance taxes March 1.....		191			
	June 1.....	13,932	August 15.....	13,932	28,055	
27.	Insurance Division licenses and fees.....				9,906	
28.	Payroll taxes.....				12,108	
29.	All other taxes (excluding Federal income).....				522	
30.	Real estate expenses.....				11,432	
31.	Real estate taxes.....				1,605	
32.	Interest on borrowed money.....				0	
33.	Miscellaneous.....				8,893	
	a. Annual meeting & conventions.....				0	
	b. Donations & contributions.....				950	
	c. Data processing expense.....				25,385	
	d. Management Fee.....				27,389	
	e. Travel.....				119	
34.					
35.	Total operating expense (items 9 through 34).....					\$757,867
NON-OPERATING EXPENSE						
36.	Borrowed money repaid.....				\$0	
37.	Depreciation on real estate.....				959	
38.	Loss on sale of investments.....				20,614	
39.	Federal income tax Prior year.....	0	Current year.....	98,000	98,000	
40.	Premium collections transmitted to other companies.....				100,148	
41.	Commissions paid agents for other companies.....				20,892	
42.	Decrease in ledger liabilities.....				0	
43.					
44.	Total non-operating expense (items 36 through 43).....					\$240,613
45.	Total disbursements (items 8, 35 and 44).....					\$1,879,655
46.	Balance - ledger assets, December 31st must agree with Line 22, Column 1, Page 4.....					\$6,245,450

ASSETS - DECEMBER 31, 2019

	(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).....	\$2,300,885	\$0	\$533	\$2,300,352	\$2,130,205
2. Stocks (schedule A - part 2).....	1,460,478	399,191	0	1,859,669	1,358,681
3. Bank Balances					
3.1 Subject to check (C-1).....	676,302	0	0	676,302	719,749
3.2 On interest (C-2).....	1,004,503	0	0	1,004,503	1,003,024
4. Mortgage loans (schedule D)					
4.1 First liens.....				0	0
4.2 Other than first.....				0	0
5. Collateral loans (schedule E).....				0	0
6. Real estate (schedule F).....	45,782	0	0	45,782	46,741
7. Cash in office.....	0			0	0
8. Unpaid Premiums					
8.1 Due before November 1.....	0	0	0	xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
8.2 Due after November 1.....	655,418	0	597,276	58,142	18,910
9. Bills receivable.....				xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
10. Agents' balances.....				0	0
11. Reinsurance receivable on paid losses.....	0	0	0	0	0
12. Accrued interest.....	xxxxxxxxxxxxxxxxxxxx	22,124	0	22,124	29,615
13. Accrued rent due.....	xxxxxxxxxxxxxxxxxxxx			0	0
14. Equipment and furniture.....	2,082	0	2,082	xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
15. Supplies.....				xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
16. Automobiles.....	0	0	0	xxxxxxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxxxxxx
17. Cash surrender value of life ins.....	0	0	0	0	0
18. Federal income tax recoverable.....	0	58,000	58,000	0	0
19. Electronic data processing equipment.....	0		0	0	0
20. Subro/Contingency Receivable	0	50,959	0	50,959	0
21. Prepaid Reinsurance.....	100,000	0	0	100,000	0
22. Totals.....	\$6,245,450	\$530,274	\$657,891	\$6,117,833	\$5,306,925

LIABILITIES - DECEMBER 31, 2019

		Current Year	Prior Year
1.	Unpaid claims (reported).....	\$714,732	
2.	Unpaid claims (incurred but not reported).....	5,000	
3.	Total unpaid losses.....	719,732	
4.	Less: reinsurance recoverable on unpaid losses.....	0	
5.	Net unpaid claims.....	\$719,732	\$525,325
6.	Unpaid adjusting expenses.....	1,600	656
7.	Ceded reinsurance balances payable.....	89,578	92,756
8.	Unpaid salaries and commissions.....	123,909	41,533
9.	Borrowed money.....	0	0
10.	Interest due on borrowed money.....	0	0
11.	Amounts withheld for the account of others.....	5,904	5,565
12.	Taxes payable:		
	Real estate.....	1,976	1,250
	Federal income.....	0	0
	Premium.....	3,999	191
	Other.....	0	0
13.	Other unpaid expenses.....	8,617	3,975
14.	Premiums collected for other companies - not remitted.....	7,670	6,592
15.	Premiums received in advance.....	47,096	62,612
*16.	Unearned premium reserve.....	1,271,185	1,093,489
17.	Investment Payable.....	0	0
18.		
19.	Total liabilities.....	\$2,281,266	\$1,833,944
20.	Surplus.....	\$3,836,567	\$3,472,981
21.	Total liabilities and surplus.....	\$6,117,833	\$5,306,925

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

* Method of calculation: 40% Method

HISTORICAL INFORMATION

	2019	2018	2017	2016	2015
Gross Premium					
Fire.....	1,629,425	1,430,369	1,418,032	1,472,959	1,452,890
Windstorm.....	1,556,909	1,356,071	1,349,286	1,400,768	1,380,289
Crop Hail.....	0	0	0	0	0
Total.....	3,186,334	2,786,440	2,767,318	2,873,727	2,833,179
Net Premiums Written					
Fire.....	1,619,808	1,427,244	1,414,907	1,470,716	1,442,355
Windstorm.....	1,556,909	1,356,071	1,349,286	1,398,635	1,370,280
Crop Hail.....	0	0	0	0	0
Total.....	3,176,717	2,783,315	2,764,193	2,869,351	2,812,635
Total Net of Agg.....	2,223,551	1,700,936	1,575,146	1,333,473	1,355,174
Gross Losses Paid					
Fire.....	638,926	760,141	336,529	835,485	507,472
Windstorm.....	242,249	225,710	182,595	642,234	657,727
Crop Hail.....	0	0	0	0	0
Total.....	881,175	985,851	519,124	1,477,719	1,165,199
Net Losses Paid					
Fire.....	638,926	760,141	336,529	835,485	507,472
Windstorm.....	242,249	225,710	158,867	642,234	657,727
Crop Hail.....	0	0	0	0	0
Total.....	881,175	985,851	495,396	1,477,719	1,165,199
Total Net of Agg.....	881,175	981,231	438,384	1,400,966	1,154,386
Loss Percentage (Direct)					
Fire Losses/Fire Prem.....	39%	53%	24%	57%	35%
Windstorm Losses/Windstorm Prem.....	16%	17%	14%	46%	48%
Crop Hail Losses/Crop Hail Prem.....	0%	0%	0%	0%	0%
Total Losses/Total Prem.....	28%	35%	19%	51%	41%
Loss Percentage (Net)					
Fire Losses/Fire Prem.....	39%	53%	24%	57%	35%
Windstorm Losses/Windstorm Prem.....	16%	17%	12%	46%	48%
Crop Hail Losses/Crop Hail Prem.....	0%	0%	0%	0%	0%
Total Losses/Total Prem.....	28%	35%	18%	52%	41%
Total Net Agg Losses/Total Net Agg Prem....	40%	58%	28%	105%	85%
Balance Sheet Items					
Total Admitted Assets.....	6,117,833	5,306,925	5,378,050	4,551,347	4,918,407
Liabilities.....	2,281,266	1,833,944	1,666,594	1,629,066	1,915,957
Surplus.....	3,836,567	3,472,981	3,711,456	2,922,281	3,002,450
Bonds.....	2,300,352	2,130,205	1,993,530	2,051,344	2,002,282
Stocks.....	1,859,669	1,358,681	1,279,195	1,149,873	1,059,779
Real Estate.....	45,782	46,741	52,699	29,201	22,721
Unpaid Premium (line 8.1).....	0	0	0	0	0
Unpaid Premium (line 8.2).....	58,142	18,910	12,832	29,098	30,167
Agents' Balances.....	0	0	0	0	0
Unearned Premium.....	1,271,185	1,093,489	1,076,909	1,120,165	1,129,306
Balance Sheet Percentages					
Bonds/Admitted Assets.....	38%	40%	37%	45%	41%
Stocks/Admitted Assets.....	30%	26%	24%	25%	22%
Real Estate/Admitted Assets.....	1%	1%	1%	1%	0%
Unpaid Prem (line 8.2)/Admitted Assets.....	1%	0%	0%	1%	1%
Agents' Balances/Admitted Assets.....	0%	0%	0%	0%	0%
Income/Disbursement Items					
Total Income.....	2,623,656	1,979,830	1,958,024	1,708,872	1,785,697
Total Disbursements.....	1,879,655	1,899,127	1,238,682	2,208,880	2,003,164
Operating Expense.....	757,867	776,459	656,643	695,710	654,192
Commissions.....	393,389	400,595	292,862	298,946	301,722
Investment Income.....	232,367	147,651	254,269	216,411	311,039
Salaries (lines 14-17).....	155,558	180,044	162,931	208,098	173,975
Other					
Gross Risk in Force.....	789,103,290	690,911,347	675,397,627	666,607,017	602,510,764
Number of Policies.....	1744	1704	1724	1739	1787
Operating Expense/Net Premium.....	34%	46%	42%	52%	48%