

Illinois Department of Financial and Professional Regulation  
Division of Insurance  
Farm Mutual Annual Statement

Year

Insurance Company

\_\_\_\_\_  
(Company Name)

\_\_\_\_\_  
(Mailing Address)

\_\_\_\_\_  
(City, State & Zip Code)

Organized or Incorporated \_\_\_\_\_

Commenced Business \_\_\_\_\_

\_\_\_\_\_  
(Phone No.)

\_\_\_\_\_  
(Fax No.)

\_\_\_\_\_  
(Federal Employer's Identification No.)

E-mail Address: \_\_\_\_\_

Financial Statement as of December 31, \_\_\_\_\_

Officers

	Name	Address	Term Expires
President	_____	_____	_____
Vice Pres.	_____	_____	_____
Secretary	_____	_____	_____
Treasurer	_____	_____	_____

Directors

1.	_____	_____	_____
2.	_____	_____	_____
3.	_____	_____	_____
4.	_____	_____	_____
5.	_____	_____	_____
6.	_____	_____	_____
7.	_____	_____	_____
8.	_____	_____	_____
9.	_____	_____	_____
10.	_____	_____	_____
11.	_____	_____	_____
12.	_____	_____	_____
13.	_____	_____	_____
14.	_____	_____	_____
15.	_____	_____	_____

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Year

Insurance Company

1 Amount of total ledger assets, p. 5 col. 1, line 18, December 31 of previous year

**Receipts of Ledger Assets**

2 Premiums Received:

- a. Fire and other perils
- b. Wind


3 Gross survey, membership, and policy fees

--

4 Assumed reinsurance premiums received

--

5 Total premiums and fees (lines 2 through 4)

--

**Deduct:**

6 Proportional or pro rata reinsurance

- a. Fire and other perils
- b. Wind


7 Excess loss, catastrophe, and facultative reinsurance

- a. Fire and other perils
- b. Wind


8 Returned on cancellations

- a. Fire and other perils
- b. Wind


9 Total deductions (lines 6 through 8)

--

10 Net Premiums and fees (line 5 minus line 9)

--

11 Interest received on bonds (p. 9, col.9)

--

12 Interest received on bank deposits (p. 8, col.5)

--

13 Dividends received or reinvested (p.11, line 23)

--

14 Rents (p. 12, col. 9)

--

15 Borrowed money

--

16 Cash received from sale or redemption of ledger assets

--

17 Cash received from sale of non-ledger assets

--

18 Commission on ceded reinsurance

--

19 Premiums collected on combination policies  
(p. 24, line 2 minus p. 24, line 3)

--

20 Commissions on combination policies (p. 24, line 3)

--

21 Income taxes received (Sch. M, p. 20, line 1)

--

22 \*Aggregate write-ins (itemize)

--

23 Total other receipts (lines 11 thru 22)

--

24 Total receipts (line 10 plus line 23)

--

25 Amount carried forward (line 1 plus line 24)

--

\* List of write-ins on page 22

Year

Insurance Company

**Disbursements of Ledger Assets**

1	Amount brought forward (page 1, line 25)		<input type="text"/>
2	Gross losses paid to policyholders	<input type="text"/>	
3	Reinsurance losses paid (on assumed business)	<input type="text"/>	
4	Total losses paid (line 2 plus line 3)	<input type="text"/>	
5	Salvage and subrogation (p.18, col. 3)	<input type="text"/>	
6	Recovered from reinsurance (p 18, col. 4 plus p.19, col. 3)	<input type="text"/>	
7	Total loss reduction (line 5 plus line 6)	<input type="text"/>	
8	<b>Net losses paid (line 4 less line 7)</b>		<input type="text"/>
9	Adjusting expense (p. 19, col. 2)	<input type="text"/>	
10	Legal and auditing expense	<input type="text"/>	
11	Payments to agents including commissions and fees retained by agents	<input type="text"/>	
12	Salaries and expenses of directors, officers, and committees	<input type="text"/>	
13	Salaries of office employees	<input type="text"/>	
14	Premium on officers' bonds	<input type="text"/>	
15	General office expense including rent	<input type="text"/>	
16	Taxes and repairs on real estate	<input type="text"/>	
17	Insurance department licenses and fees	<input type="text"/>	
18	Payroll taxes	<input type="text"/>	
19	Advertising, printing, and stationery	<input type="text"/>	
20	Telegraph, telephone, express, and postage	<input type="text"/>	
21	National and state association dues	<input type="text"/>	
22	Fire department fees	<input type="text"/>	
23	Agents' balances charged off	<input type="text"/>	
24	Borrowed money repaid	<input type="text"/>	
25	Interest on borrowed money	<input type="text"/>	
26	Book value of ledger asset sold or redeemed	<input type="text"/>	
27	Purchase of non-ledger asset	<input type="text"/>	
28	Annual depreciation expense (p. 12, col. 7)	<input type="text"/>	
29	Combination policy premiums remitted (p. 24, line 4a)	<input type="text"/>	
30	Combination policy commissions paid (p. 24, line 4b)	<input type="text"/>	
31	Combination policy returns and cancellations (p. 24, line 4c)	<input type="text"/>	
32	Income taxes paid (Sch. M, p. 20, line 4)	<input type="text"/>	
33	*Aggregate write-ins (itemize)	<input type="text"/>	
34	Total other disbursements (lines 9 through 33)		<input type="text"/>
35	Total disbursements (line 8 plus line 34)		<input type="text"/>
36	<b>Ledger assets</b> (line 1 minus line 35) (p. 5, col.1, line 18)		<input type="text"/>

\*List of write-ins on page 22.

Year

Insurance Company

**Admitted Assets**

	(1) Admitted Assets Current Year	(2) Admitted Assets Prior Year
1 Cash in company's office	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
2 Cash on deposit in checking account (p. 7, col. 4)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
3 Other cash deposits (p. 8, col.4)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
4 Bonds (at amortized cost) (p. 9, col. 6)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
5 Mutual funds (at market value) (p. 10, col. 6, line 8)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
6 Preferred stock (at market value) (p. 10, col. 6, line 16)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
7 Common stock (at market value) (p.10, col. 6, line 24)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
7a Total invested assets (line 1+2+3+4+5+6+7)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
8 Real Estate (net of accumulated depreciation and encumbrances) (p. 12, col. 10)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
9 Agents' balances/uncollected premiums	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
10 Invested income due and accrued	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
11 Dividends declared but unpaid (p.10, col.11, line 25)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
12 Unpaid special assessments receivable	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
13 Reinsurance recoverable on paid losses and on paid loss adj. expense (p. 18, col. 5 plus p. 19, col. 4)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
14 Income tax refund due (Sch. M, p. 20, line 2)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
15 Reinsurance commission receivable	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
16 *Aggregate write-ins	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
17 <b>Total Admitted Assets</b> (total lines 7a through 16) (p. 5, col. 4, line 18)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>

\*List of write-ins on page 22

Year

Insurance Company

**Liabilities & Surplus**

	(1) Current Year	(2) Prior Year
1 Net unpaid losses (p.15, line 1)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
2 Net unpaid loss adjustment expense (p.15, line 2)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
3 Unpaid salaries	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
4 Unpaid commissions	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
5 Balance due on borrowed money	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
6 Interest due on borrowed money	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
7 Net unearned premium reserve (p.16, col. 6)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
8 Funds held but not yet remitted on combination policies (p.24, line 6)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
9 Reinsurance premium payable	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
10 Income taxes payable (Sch. M, p. 20, line 5)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
11 Payroll taxes owed by company	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
<b>Write-ins:</b>		
12 <input style="width: 90%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
13 <input style="width: 90%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
14 *Aggregate write-ins	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
15 <b>Total Liabilities</b>	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
16 <b>Surplus</b> (assets less liabilities)	<input style="width: 100%; height: 20px;" type="text"/>	<input style="width: 100%; height: 20px;" type="text"/>
17 <b>Total</b> (line 15 plus line 16) (p. 5, col.4, line 18) (should equal admitted assets)	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>

\*List of remaining write-ins on page 22

# Statement of Income

(1)                      (2)  
Current year          Prior Year

**Underwriting Income**

1 Net Premiums Earned (P. 17, Col. 8)

--	--

**Deductions**

2 Net Losses Incurred (P. 18, Col. 12)  
 3 Net Loss Adjustment Expense Incurred (P. 19, Col. 11)  
 4 Net Commission Expense (Sch. L on P. 20, L. 6)  
 5 Other Underwriting Expense Incurred (P. 21, L. 18, Col. 4)  
 6 Total Underwriting Deductions (Lines 2+3+4+5)


7 Net Underwriting Gain or (Loss) (Lines 1-6)

--	--

**Investment Income**

8 Net Investment Income Earned (P. 14, Col. 6)  
 9 Net Realized Capital Gains or (Losses)(P. 13, Col. 5)  
 10 Net Investment Gains or (Losses) (Lines 8+9)


**Other Income**

11 Rental Income (P. 12, Col. 9)  
 12 Commissions on Combination Policies (P. 1, L. 20)  
 13 Miscellaneous Income or (Losses) (a)  
 14 Total Other Income (Lines 11+12+13)


15 Net Income Before Income Taxes (Lines 7+10+14)

--	--

16 Income Taxes Incurred (Sch. M on P. 20, L. 7)

--	--

**17 Net Income (Loss) (Lines 15-16)**

--	--

(a) Miscellaneous Income and (Losses)

Aggregate Write-ins from Page 1, Line 22  
 + Aggregate Write-ins from Page 3, Line 16(CY)  
 - Aggregate Write-ins from Page 3, Line 16(PY)

Miscellaneous Income


P. 6, L. 13

Year

Insurance Company

**Analysis of Assets**

	(1) Ledger Assets	(2) Non-Ledger Assets ( b )	(3) Assets not Admitted ( c )	(4) Admitted Assets Col. 1+2-3
1 Cash in company's office	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
2 Cash deposited in checking account	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
3 Other cash deposits	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
4 Bonds	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
5 Mutual Funds	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
6 Preferred Stock	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
7 Common Stock	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
8 Real Estate	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
9 Agents' balance/ uncollected premiums (a)	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
10 Due and accrued investment income	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
11 Dividends declared but unpaid	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
12 Reinsurance recoverable on paid losses and on paid loss adj. expense	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
13 Income tax refund due	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
14 Reinsurance commission receivable	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
15 Furniture and fixtures	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
16 EDP equipment	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
17 Write-ins *	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>
18 <b>Totals</b>	<div style="border: 1px solid black; height: 20px;"></div> P2, L36	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div>	<div style="border: 1px solid black; height: 20px;"></div> P3,C1,L17

\*List of write-ins on page 23

NAMICO and NAMICO bank stock may be shown as either ledger or non-ledger, but must be non-admitted.

( a ) Traditionally, companies have treated agents' balances as ledger (col.1) and uncollected premiums due from policyholders as non-ledger (col.2).

( b ) Non-ledger assets should include excess of amortized over book value and the increase in market value of mutual funds, common stock and preferred stock over actual cost to company.

( c ) Asset not admitted shall include excess of book value over amortized value of bonds and the excess of actual cost over market value of mutual funds, common stock and preferred stock.

Insurance Company

**Cash in Banks or Savings and Loans**

Name of institution and Location (list institution alphabetically)	(1) Interest Rate	(2) Account Balance 12/31/CY	(3) Checks Issued but not Cashed 12/31/CY	(4) Net Balance (Col. 2-3)	(5) Interest Received on Deposits during CY (a)	(6) Interest Accrued 12/31/CY (b)	(7) Interest Accrued 12/31/PY
<b>Checking Accounts:</b>							
<b>Subtotal</b>							

P3, L2

(a) Include both interest actually received and interest added to account balance during current year.

(b) Do not include interest already reflected in account balance of column 1.





Stocks and Mutual Funds

Part I - Stocks and Mutual Funds Held at Year

(1) Name of Corporation	(2) Ticker Symbol	(3) Date Acquired	(4) Number of Shares	(5) Cost	(6) Market Value 12/31/CY	(7) Aggregate Unrealized Capital Gains (+) & Losses (-) (Col. 5 minus Col. 4)	(8) Prior Year Aggregate Unrealized Capital Gains (+) & Losses (-)	(9) Cash Dividends Received During CY	(10) Dividends Reinvested During CY	(11) Dividends Declared but Unpaid CY	(12) Dividends Declared but Unpaid PY
Mutual Funds											
1.											
2.											
3.											
4.											
5.											
6.											
7.											
8. Total Mutual Funds (a)											
Preferred Stock											
9.											
10.											
11.											
12.											
13.											
14.											
15.											
16. Total Preferred Stock (b)											
Common Stock											
17.											
18.											
19.											
20.											
21.											
22.											
23.											
24. Total Common Stock (b)											
25. Total Mutual Funds and Stocks (d)											

Sch. F, Col 4      Sch. F, Col 5

- (a) Page 3, Line 5 should equal the market value (col. 6) of Total Mutual Funds.
- (b) Page 3, Line 6 should equal the market value (col. 6) of Total Preferred Stock.
- (c) Page 3, Line 7 should equal the market value (col. 6) of Total Common Stock.
- (d) Add Line 8+Line 16+Line 24

Insurance Company  
Stocks and Mutual Funds

Year

Schedule C  
(continued)

Part II - Stocks and Mutual Funds Sold During

(1) Name of Corporation	(2) Date Disposed	(3) Number of Shares	(4) Cost	(5) Market Value 12/31/PY	(6) Unrealized Capital Gains (+) & Losses (-) (Col. 5 minus Col. 4)	(7) Cash Dividends Received and Reinvested During CY
1.						
2.						
3.						
4.						
5.						
6.						
7.						
8. Totals						

Part III - Stocks and Mutual Funds Purchased and Sold During

(1) Name of Corporation	(2) Date Acquired	(3) Date Disposed	(4) Cash Dividends Received & Reinvested During CY			
9.						
10.						
11.						
12.						
13.						
14.						
15. Totals						

16. Unrealized Capital Gain or Loss on Securities Currently Held (P.10, L.25, Col. 7 minus P.10, L.25, Col 8):			
17. Reversal of Previously Recognized Unrealized Capital Gain or Loss on Securities Sold During Current Year (P.11, L.8, Col. 6)			
18. Net Unrealized Capital Gain or Loss (P.11, L.16 minus P. 11, L 17):			
<b>Total Dividends Received or Reinvested During Current Year</b>			
19. P.10, L.25, Col. 9:			
20. +P.10, L.25, Col. 10:			
21. + P.11, L.8, Col. 7:			
22. + P.11, L.15, Col. 4:			
23. Total			

Year



Insurance Company

**Real Estate**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
Description (a) (b)	Date Acquired or Improvement Made	Useful Life	Actual Cost	Encumbrances December 31 (CY)	Encumbrances December 31 (PY)	Depreciation (CY)	Accumulated Depreciation	Rental Income Received	Admitted Value of Real Estate (col. 4-5-8)
<b>Total</b>									

P2,L28

P1,L14  
P6,L11

P3,L8

(a) Capital improvements should be shown on separate lines and depreciated over their useful life.

(b) Land should be listed separately from the home office building, since it is not depreciable.



Insurance Company

**Investment Income Earned**

	(1)	(2)	(3)	(4)	(5)	(6)
	Interest & Dividends Received During Year(a)	Accumulation of Bond Discount (Sch. B., Col. 12)	Amortization of Bond Premium (Sch. B., Col.13)	Interest & Dividends Due & Accrued		Investment Income Earned (Columns 1+2-3+4-5)
				Current Year	Prior Year	
Cash on Deposit						
Bonds						
Notes Receivable						
Mutual Funds						
Preferred Stocks						
Common Stocks						
Write-ins:						
<b>Total</b>						

P. 6, L. 8

(a) Net of any accrued interest purchased.

(b) List of write-ins on page 22.

Insurance Company

**Net Unpaid Losses & Adjusting Fees**

1 Unpaid Losses

- a. Reported and adjusted
- b. Reported but not adjusted
- c. Incurred but not reported (at year end)
- d. Reinsurance recoverable on unpaid reported losses
- e. Reinsurance recoverable on incurred but not reported


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**Subtotal (a+b+c-d-e)**

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(Page 4, line 1)

2 Unpaid Adjusting Fees

- a. On reported and adjusted losses
- b. On reported but not adjusted losses
- c. On incurred by not reported losses (estimate)
- d. Reinsurance recoverable on unpaid adjusting fees


**Subtotal (a+b+c-d)**

--

(Page 4, line 2)

3 **Net unpaid losses & adjusting fees**

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Year

Insurance Company

**Unearned Premium Schedule**

	(1)	(2)	(3)	(4)	(5)	(6)
Line of Business	Gross Premiums In Force	Ceded Reinsurance Premium In Force	Net Premiums In Force	Gross Total Unearned	Reinsurer's Unearned	Net Unearned (b)
Fire						
Other Peril(s)						
Wind						
<b>Total</b>						

P4, L7

Complete either columns 1,2,3 and 6, or 1,4,5 and 6, depending on whether your reinsurer provides ceded reinsurance premiums in force or reinsurer's share of unearned premium.

(a) May be combined with fire.

(b) Amount is derived from company's own calculation.

Year

Insurance Company

**Net Premium Earned**

(1)  Line of Business	(2)  Premiums Written (b)	(3)  Reinsurance Ceded (c)	(4)  Net Premiums Written Col. 2-3	(5)  Net Unearned Premium PY	(6)  Net Unearned Premium CY	(7)  Policy Fees	(8)  Net Premiums Earned Col. 4+5-6+7
Fire							
Other Peril(a)							
Wind							
<b>Total</b>							

P4, Col. 2, L7

P4, Col. 1, L7

P1, L3

P6, L1

(a) May be included with Fire

Advance premium should be included in Columns 2 and 6

(b)

Page 1, Line 2(a+b)

Uncollected Premium CY

+

Uncollected Premium PY

-

Returned on cancellations (Page 1, Line 8)

-

Assumed reinsurance premium (Page 1, Line 4)

+

Premiums written

Please complete footnotes (b) and (c).

(c)

Current year reinsurance

premium payable (Page 4, Col.1, Line 9)

Current year remittances:

a. Proportional (Page 1, Line 6)

+

b. Excess, Catastrophe & Facultative (Page 1, Line 7)

+

Prior year reinsurance premium payable (Page 4, Col. 2, Line 9)

-

Net Reinsurance Ceded

Year

\_\_\_\_\_  
Insurance Company

**Losses Incurred**

(1)  Line of Business	(2)  Losses Paid	(3)  Salvage & Subrogation Received	(4)  Reinsurance Recovered	(5)  Reinsurance Recoverable on Paid Losses CY	(6)  Reinsurance Recoverable on Paid Losses PY	(7)  Net Losses Paid Col. 2-3-4-5+6	(8)  Unpaid Losses Current Year (Gross)	(9)  Unpaid Losses Prior Year(Gross)	(10)  Reinsurance Recoverable on Unpaid Losses CY	(11)  Reinsurance Recoverable on Unpaid Losses PY	(12)  Net Losses Incurred Col. 7+8-9-10+11
Fire											
Other Perils(a)											
Wind											
<b>Total</b>											
	P2, L2	P2, L5					(b)	( c )	(d)	(e)	P6, L2

- (a) May be included with fire.
- (b) Schedule G, Lines 1a+1b+1c from CY statement.
- (c) Schedule G, Lines 1a+1b+1c from PY statement.
- (d) Schedule G, Line 1d+1e from CY statement.
- (e) Schedule G, Line 1d+1e from PY statement.

Year

\_\_\_\_\_  
Insurance Company

**Loss Adjustment Expense (LAE) Incurred**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Line of Business	LAE Paid (a)	Reinsurance Recovered	Reinsurance Recoverable on Paid LAE CY	Reinsurance Recoverable on Paid LAE PY	Net LAE Paid Col. 2-3-4+5	Unpaid LAE Current Year (Gross)	Unpaid LAE Prior Year (Gross)	Reinsurance Recoverable on Unpaid LAE CY	Reinsurance Recoverable on Unpaid LAE PY	Net LAE Incurred Col. 6+7-8-9+10
Fire										
Other Perils(a)										
Wind										
<b>Total</b>										
	P2, L9					(c)	(d)	(e)	(f)	P6, L3

- (a) LAE should include the loss adjuster's salary as well as the claims division's salaries.
- (b) May be combined with fire.
- (c) Schedule G, Lines 2a+2b+2c from CY statement.
- (d) Schedule G, Lines 2a+2b+2c from PY statement.
- (e) Schedule G, Line 2d from CY statement.
- (f) Schedule G, Line 2d from PY statement.

**Net Commission Expense**

Year

**Schedule L**

Commissions incurred on:

- 1. Direct (a)
- 2. Reinsurance Assumed
- 3. Ceding reinsurance commission (b)
- 4. Contingent-net
- 5. Policy and membership fees


**Net commission expense  
(1+2-3+4+5)**

P6, L4

- (a) Commissions paid (or retained by agent)
  - + Unpaid commissions (CY) (P4, L4, Col. 1)
  - Unpaid commissions, prior year (PY) (P4, L4, Col. 2)
  
- (b) Ceding commissions received (or retained by company)
  - + Ceding commissions receivable (CY) (P3, L15, Col.1)
  - Ceding commissions receivable (PY) (P3, L15, Col. 2)

**Schedule M**

**Income Taxes Incurred**

- 1. Income Tax Refund Received (P 1, L21)
- 2. Income Tax Refund Due (CY) (P3, L 14, Col. 1)
- 3. Income Tax Refund Due (PY) (P3, L 14, Col. 2)
- 4. Income Taxes Paid (P2, L32)
- 5. Income Taxes Payable (CY) (P4, L10, Col. 1)
- 6. Income Taxes Payable (PY) (P4, L10, Col. 2)


7. Income Taxes Incurred (1+2-3-4-5+6)

P6, L16

## Other Underwriting Expenses

Expense	(1) Expense Paid (a)	(2) Unpaid Expense (CY) (b)	(3) Unpaid Expense (PY) (c)	(4) Expense Incurred Col. (1+2-3)
1 Legal and Auditing Expense				
2 Salaries and Expenses of Officers, Directors and Committees				
3 Salaries of Office Employees				
4 Premium on Officers' Bonds				
5 General Office Expense including Rent				
6 Taxes and Repairs on Real Estate				
7 Insurance Department Licenses and Fees				
8 Payroll Taxes				
9 Advertising, Printing, and Stationery				
10 Telegraph, Telephone, Express, and Postage				
11 National and State Association Dues				
12 Fire Department Fees				
13 Agents' Balances Charged Off				
14 Interest on Borrowed Money				
15 Purchase of Non-ledger Asset				
16 Annual Depreciation Expense				
17 * Aggregate Write-ins (itemize)				
<b>18 Total Expenses</b>				

P. 6, L. 5

- (a) The amounts in this column come from Page 2, Lines 10 through 23, 25, 27, 28 and 32.
- (b) The amounts in this column come from liabilities on Page 4 of current year's statement.
- (c) The amounts in this column come from liabilities on Page 4 of the prior year's statement.

\* List of write-ins on Page 23

Write-in Page

Year

Write-ins for **Receipt of Ledger Assets:**

- |    |                       |       |
|----|-----------------------|-------|
| 1. | _____                 | _____ |
| 2. | _____                 | _____ |
| 3. | _____                 | _____ |
| 4. | _____                 | _____ |
| 5. | <b>Total (P1,L22)</b> | _____ |

Write-ins for **Disbursements:**

- |    |                       |       |
|----|-----------------------|-------|
| 1. | _____                 | _____ |
| 2. | _____                 | _____ |
| 3. | _____                 | _____ |
| 4. | _____                 | _____ |
| 5. | <b>Total (P2,L33)</b> | _____ |

Write-ins for **Assets:**

- |    |                       |       |
|----|-----------------------|-------|
| 1. | _____                 | _____ |
| 2. | _____                 | _____ |
| 3. | _____                 | _____ |
| 4. | _____                 | _____ |
| 5. | <b>Total (P3,L16)</b> | _____ |

Write-ins for **Liabilities:**

- |    |                       |       |
|----|-----------------------|-------|
| 1. | _____                 | _____ |
| 2. | _____                 | _____ |
| 3. | _____                 | _____ |
| 4. | _____                 | _____ |
| 5. | <b>Total (P4,L14)</b> | _____ |

**Write-in Page**

Year

Write-ins for **Analysis of Assets:**

	1	2	3	4
1. _____	_____	_____	_____	_____
2. _____	_____	_____	_____	_____
3. _____	_____	_____	_____	_____
4. _____	_____	_____	_____	_____
5. <b>Total (P5,L17)</b>	_____	_____	_____	_____

Write-ins for **Investment Income:**

1. _____	_____
2. _____	_____
3. _____	_____
4. _____	_____
5. <b>Total (Sch. F)</b>	_____

Write-ins for **Expenses:**

	1	2	3	4
1 _____	_____	_____	_____	_____
2 _____	_____	_____	_____	_____
3 _____	_____	_____	_____	_____
4 _____	_____	_____	_____	_____
5 <b>Total (P21, L17)</b>	_____	_____	_____	_____

Year

**To be completed by those companies which write a combination policy with any other company and also collect premium on behalf of that company. This also applies to those companies which maintain receipts in a specially designated account.**

1. Total wind and/or liability premiums held on behalf of others but not yet remitted at the prior year end.

2. Total amount of wind or liability premiums received by company (include handling fees, commissions, service fees, or other allowances).

3. Handling fees, service fees, commissions, or other allowances which your company is paid and/or entitled to retain (included in item 2 above).  
a. received directly from wind or liability carrier   
b. retained from gross receipts

4. Total amounts remitted by company to:  
a. wind/liability carrier   
b. agents   
c. policyholders on returns or cancellations

5. Amount yet to be remitted at year end to:  
a. wind/liability carrier   
b. agents   
c. policyholders on returns or cancellations

6. Total held on behalf of others, but not yet remitted at the current year end (line 5a + 5b + 5c) (P4,L8)

**General Interrogatories**

Year \_\_\_\_\_

- 1. Is the assessment liability of the members clearly defined in the bylaws? \_\_\_\_\_
- 2. Do the members pay survey, membership, or policy fees at the time the policy is issued? If yes, what is the fee per policy? \_\_\_\_\_
- 3. Were any special assessments made during the year? \_\_\_\_\_
- 4. Have all losses been adjusted in accordance with the provisions of the policy? \_\_\_\_\_

Please provide, unless previously submitted, a complete copy of any reinsurance agreements that were in effect during the current year.

- 5. What salaries were paid during the past year to the following officers?
 

Pres.	_____	_____	hours per week
V.P.	_____	_____	hours per week
Sec.	_____	_____	hours per week
Treas.	_____	_____	hours per week

- 6. What, if any, commissions were paid during the past year to each of the following officers in addition to salary?
 

Pres.	_____
V.P.	_____
Sec.	_____
Treas.	_____

- 7. How often do Directors meet? \_\_\_\_\_
- Amount of Directors' fees per meeting? \_\_\_\_\_
- Mileage reimbursement per mile \_\_\_\_\_

- 8. Please provide a description, in the form of an attachment, of the property that each director has insured with the company, along with the amount of coverage on such property. The attachment should include the following information: director's name, description of property, and coverage amount.

In order to keep the response to this question confidential, please provide the response in an attachment separate and apart from the annual statement. As with all general interrogatories, the annual statement will not be considered filed with the Illinois Department of Financial and Professional Regulation, Division of Insurance until a response to this general interrogatory is received.

- 9. How many employees does the company have? (Include only those employees whose salaries are included on Line 13 of Page 2.)
 

Full time (32 hrs. or more per week)	_____
Part-time (less than 32 hrs. per week)	_____

- 10. Do the officers/employees furnish surety bonds? \_\_\_\_\_

Please list:

Name of Officer/Employee	Position	Amt. of Bond at 12/31/CY
_____	_____	_____
_____	_____	_____
_____	_____	_____

- Name of insurance company (surety) issuing bond: \_\_\_\_\_
- Is your bond a blanket bond? \_\_\_\_\_
- If yes, is it a commercial blanket or blanket position bond? \_\_\_\_\_
- Does the above list of bonded employees include all employees who handle the company's funds? \_\_\_\_\_

**General Interrogatories continued**

Does the surety bond coverage at December 31 of the current year on officers/employees meet the minimum required amount based on total admitted assets as shown on page 3 of this statement?  
If not, has the coverage been increased?  
If yes, to what amount?  
Please remit a copy of the rider effecting the increase in coverage as soon as available.

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11. Total number of policies-in-force at December 31 of the current year.

---

12. Does your company insure more than 100 policyholders?  
Less than 200?

---

---

13. What is your company's gross insurance-in-force?

---

14. Are the checks issued by the company countersigned by one of the officers?

---

15. Are the securities of the company kept in a safe, fireproof place as required by rules and regulations issued by the Illinois Department of Financial and Professional Regulation, Division of Insurance?

---

16. Does your company retain duplicate deposit slips covering all bank deposits?  
Are all checks listed in detail?

---

---

17. How many Directors are producing agents of your company?  
How many producing agents does your company retain that are not Directors?

---

---

18. Does the company share office space with an agent or agency?  
If yes, is there a written agreement?  
Does this agreement include terms for sharing of office expenses?

---

---

---

19. What percentage of your risks are written for:

- six months?
- one year?
- two years?
- three years?
- four years?
- five years?

---

---

---

---

---

---

20. What commission rate does your company pay during each year of the policy period?

- first year?
- second year?
- third year?

---

---

---

21. What types of property does your company insure?

---

22. What type of risk does your company cover? (fire, extended coverage, windstorm, etc.)

---

23. Do you write a combination policy with any other company?  
If yes, give name of company and complete page 24.

---

---

24. Does your company allow insureds to pay premiums on an installment basis?  
If yes, approximately what percentage of your business is billed on this basis?

---

---

25. What is the lowest percent of the value of the property that the company insurers?

---

**General Interrogatories continued**

- 26. How often does your company reassess the value of the property insured? \_\_\_\_\_
  
- 27. Has any change been made during the year of this statement in the policy, articles of incorporation and bylaws of your company?  
If not previously filed, furnish the Division of Insurance with this information. \_\_\_\_\_
  
- 28. Do you have a formal agents agreement?  
If yes, does this agents agreement state that ownership of the renewals belongs to your company or to the agent? \_\_\_\_\_
  
- 29. Are any of the risks written by your company reinsured by other companies? \_\_\_\_\_
  
- 30. If company carries annual aggregate excess loss reinsurance, give name of the company assuming such liability.  
What is the attachment or inception point?  
What percentage does the reinsurer pay once the maximum attachment or inception point has been reached? \_\_\_\_\_
  
- 31. In what territory does your company have the authority to write? If county give name of counties. If township company, give name of townships. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_
  
- 32. Is your company writing outside this territory? \_\_\_\_\_
  
- 33. Is the company audited annually or periodically by an outside Certified Public Accounting firm?  
If yes, give name, address, and phone number. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_
  
- 34. Name, address and phone number of person who prepared statement. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Section 10(2) states, "No Farm Mutual Insurance Company authorized to write the kinds of insurance enumerated in Section 5 of this act may expose itself to any loss of any one risk in an amount in excess of \$20,000.00 plus 10% of its policyholders' surplus in excess of \$20,000.00. This Section defines a single risk as "all real and personal property in one fixed location and not separated by 50 feet." Also, "A Farm Mutual Insurance Company insuring against the perils of wind or hail must have and maintain catastrophic reinsurance which limits the company's exposure to any one loss occurrence to 20% of its policyholders' surplus." Whereas, "as regards the peril of wind or hail, the term (loss occurrence) shall mean all losses occasioned by tornadoes, cyclones, wind storms, hurricanes, or hail stones arising from the same atmospheric disturbance and occurring during any continuous period of not less than 48 hours."

Is your company fully in compliance with the above provisions of the 1986 Farm Mutual Act as pertains to limitations of risk?  
Yes\_\_\_\_\_ No\_\_\_\_\_ If no, please explain fully.

Year

State of Illinois

County of \_\_\_\_\_

\_\_\_\_\_, President, and \_\_\_\_\_

Secretary of the \_\_\_\_\_

Insurance Company, being duly sworn, each for himself deposes and says that they are the above described officers of the company, and that the foregoing Annual Statement, with the Schedules and explanations herein contained, annexed or referred to, are a full and correct Statement of all the Assets, Liabilities, Receipts, and Disbursements, and of the condition and affairs of said Company on the said  day of , and for the period ended on that day, as the same were in fact and as the same are shown by the books of the Company, and that the foregoing declaration and answers are true, according to the best of their information, knowledge and belief, respectively.

\_\_\_\_\_, President

\_\_\_\_\_, Secretary

Suscribed in my presence and sworn to before me, by:

\_\_\_\_\_, as President

and \_\_\_\_\_, as Secretary

of the above named Insurance Company, this  day of ,

WITNESS my hand and seal.

\_\_\_\_\_, Notary Public

\_\_\_\_\_, County, Illinois

**Important Notice:** Disclosure of this information is **required** under the Illinois Revised Statutes' insurance laws. Failure to provide information could result in a fine.

## Instructions to the Annual Statement

### Receipt of Ledger Assets (page 1):

- Line 1 -** Must agree with column 1, page 5 of last year's statement.
- Line 2 -** Include direct premiums received for new, renewal and annual premiums. Include premiums held by agent but not yet submitted to the company.
- Line 2A must show directly written fire, allied lines and other perils. Line 2B must include directly written wind premiums. Do not include on this line any wind, liability, or other premium written on a combination policy with any other insurer. Special assessments must be disclosed as a write-in item on page 1.
- Line 3 -** Fees (per policy charges), including those retained by agents, must be shown on this line.
- Line 4 -** Include only premiums received for reinsurance assumed.
- Line 6 -** Enter premiums remitted to reinsurer, **gross** for any ceding commissions, for pro rata reinsurance (quota share and surplus share), including both treaty and facultative cessions. Ceding commissions are to be reported on Line 18 of Page 1.
- Line 7 -** Enter premiums remitted to reinsurer for excess loss, catastrophe and excess facultative reinsurance.
- Line 8 -** Enter the amount paid on cancellation or overpayment of premiums. Total of lines 6, 7, and 8 should be deducted from line 5. **Do not show these items as disbursements on page 2.**
- Line 12 -** Report the amount of interest received on savings accounts and certificates of deposit in banks and savings and loans.
- Line 13 -** Report the amount of dividends received or reinvested on mutual funds, common stock and preferred stock. Short-term capital gain's dividends and long-term capital gain's dividends shall be included on this line.
- Line 15 -** Enter the amount of cash received when a ledger asset has been sold or redeemed. For example, the face amount of a bond which was redeemed during the year would be entered. Interest received upon redemption would be included in line 11 above. An entry would also be made on line 26 of page 2.
- Line 16 -** Enter the amount received for the sale of non-ledger assets such as office equipment.
- Line 18 -** Enter amount of commission received from reinsurer for ceding premiums to them.
- Line 19 -** Enter amount of premiums collected (net of any fees or commissions) for wind, liability or other coverages written on a combination policy.
- Line 20 -** Enter amount of commission or fees received or retained on combination policies.
- Line 21 -** Enter amount of state and federal income taxes received during the year.

### Disbursements of Ledger Assets (page 2):

- Line 2 -** Enter amount of losses paid to the company's policyholders.
- Line 3 -** Enter amount of reinsurance losses paid to other companies.

## Instructions to the Annual Statement

### Disbursements of Ledger Assets (page 2) Continued

- Line 5 -** Enter amount of cash proceeds from salvage and subrogation.
- Line 6 -** Enter all reinsurance payments received. This should include both excess loss payments received as well as pro rata loss payments received.
- Line 9 -** Adjusting expense should include salaries paid to adjusters.
- Line 12 -** The salary of the company's secretary should be included in this line since he/she is an officer of the company. Include only those amounts actually disbursed for officers' salaries during the year. Unpaid salary expense must be reported on page 4, line 3.
- Line 13 -** The salary of the company's secretary should not be included in this line since he/she is an officer of the company. Include only those amounts actually disbursed for office employees' salaries during the year. Unpaid salary expense must be reported on page 4, line 3.
- Line 18 -** Enter only the employer's share of payroll taxes actually disbursed by the company during the year including unemployment and social security taxes. Unpaid payroll tax expense must be reported on page 4, line 11.
- Line 26 -** Enter the book value of ledger assets such as bonds or real estate which were sold during the year. This has the effect of removing the item from the company's ledger assets.
- Line 28 -** Enter current year depreciation on home office building from Page 12, Column 7.
- Line 29 -** Enter the amount of premium remitted to the other company on combination policies.
- Line 30 -** Enter the amount of commission paid to agents on combination policies by this company.
- Line 31 -** Enter the amount of premiums returned or cancelled on combination policies.
- Line 32 -** Enter amount of state and federal income taxes paid during the year.

### Assets (page 3):

Page 3 reflects the assets portion of the balance sheet. The first column is to show the amounts of admitted assets held at December 31 of the current year. These amounts are derived from the Analysis of Admitted Assets on Page 5. The second column contains comparative data from the prior year.

### Liabilities & Surplus (page 4):

A liability must be shown for all losses that remain unpaid at the end of the year. Incurred but not reported losses (IBNR) are losses that occurred before year end but had not been reported to the company. This includes losses that were subsequently reported prior to the preparation of the annual statement as well as an estimate of any losses occurring in the current year but remaining unreported. Most companies base this estimate on prior experience.

Unpaid commissions owed to agents must be shown as a liability and not as an offset to agents' balances. Also, payroll taxes withheld for employees and not yet remitted must be shown as a separate write-in liability.

## Instructions to the Annual Statement

### Analysis of Assets (page 5):

This page shows the development of the company's admitted assets. All assets are either ledger or non-ledger. Likewise, they are also either admitted or non-admitted. The ledger asset column should contain all assets listed on the company's books. The non-ledger column should contain all remaining assets. These often include such items as interest due, furniture and fixtures, reinsurance recoverable on paid losses, and unpaid premiums due from policyholders. The non-ledger assets column should also include the increase in the market value of mutual funds, company stock and preferred stock since the securities were purchased (page 10, col.6, lines 8,16, and 24 respectively (if **positive**)). Anything not defined as an admitted asset by the Farm Mutual Act of 1986 is inadmissible and must be listed in Column 3 (Assets Not Admitted). Agents' balances and premium due from policyholders more than 90 days past due, furniture and fixtures, computer hardware and software, and the excess of the book value of bonds over their amortized values are all non-admitted assets. Column 3 shall also include the decrease in market value of mutual funds, common stock and preferred stock since the securities were purchased (page 10, col.6, lines 8, 16 and 24 respectively (if **negative**)).

Bonds must now be admitted at amortized cost.

### Statement of Income (page 6)

This statement shows the income generated from of underwriting, investments and other income sources along with the company's overall profitability. The components of the Statement of Income are derived from the various schedules contained in the annual statement. Each line of this statement has a reference in parenthesis that shows where the entry on the line is derived.

### Schedule A - Cash (page 7 and 8):

Column 4 of Schedule A includes any interest actually received during the year. Column 5 will include any interest due on accounts (column 5 should not include interest already reflected in the balances in column 1).

### Schedule B - Bonds (page 9):

Amortization of a bond discount or premium in the allocation of the difference between face value of the bond and the price paid for the bond over the period from purchase to maturity.

A discount is the difference between the bond's purchase price and face value when the purchase price is less than face value.

A premium is the difference between the bond's purchase price and face value when the purchase price is greater than the face value.

For example, a \$100,000 5-year bond purchased for \$95,000 is said to have been purchased at a discount of \$5,000. The investor would have a gain of \$5,000 when the bond matured in five years. By amortizing, the company would recognize \$1,000 interest income each year the bond is held instead of all \$5,000 in the fifth year. Therefore, in the second year the amortized value of the bond would be \$96,000. That is the amount that would belong in column 6.

Column 9 should include all interest received throughout the year. Any accrued interest that was included in the purchase price of the bonds should then be subtracted from the total on the line provided (Pd for Accr'd Interest). Interest on bonds sold (received prior to the date sold) should also be listed on the line provided.

Column 12 should contain the year's amortized discount and column 13 will contain the year's amortized premium.

**Schedule C (Pages 10 and 11):**

Cost is the amount that the company paid for the security. Market value is the value of the securities at the statement date or disposal date as reported by the New York Stock Exchange, American Stock Exchange, and the National Association of Securities Dealers Automated Quotation (NASDAQ) systems or Mutual Fund Quotations.

**Schedule D - Real Estate (page 12):**

Property and improvement descriptions must be complete. Capital Improvements are to be listed separately. As a result of the Director's bulletin dated November 8, 2002, depreciation is no longer optional. Any land assets held by the company should be listed separately and not depreciated. Companies are directed to depreciate the affected assets by using either a straight-line or a more accelerated method. For those companies that have not depreciated their home office buildings in the past, the home office building is to be depreciated over the remaining useful life of the building. The building and some improvements may have different useful lives. Accordingly, depreciation of the improvements may need to be calculated separately from the building. Improvements, such as replacement of the roof, heating and air conditioning and land improvements (landscaping, parking lot improvements, etc.) must be depreciated separately from the home office building over the remaining useful life of the building (see bulletin dated November 8, 2002). In Column 3, the company should record the original useful life assigned to the asset. The useful life recognized is the company's starting point for determining depreciation. The original useful life determination will not change from year to year.

**Schedule G - Net Unpaid Losses & Adjusting Fee (page 15):**

Line 2D includes reinsurance recoverable on all unpaid loss adjusting fees (i.e., reported and adjusted, reported but not adjusted, and incurred but not reported).

**Schedule I - Net Premium Earned (page 17):**

The totals in columns 2 and 3 should match Premiums Written in Footnote (b) and Net Reinsurance Ceded in Footnote (c), respectively.

Uncollected Premium CY and Uncollected Premium PY in Footnote (b) should be taken from Page 3, line 6, column 1 and column 2, respectively. Any premiums collected by any agent and not submitted to the company should be included on page 1, line 2, but not included in Uncollected Premiums CY and Uncollected Premiums PY of Footnote (b).

**Schedule J - Losses Incurred (page 18):**

Be sure to make the distinction between column 4 (reinsurance recovered) and columns 5 and 6 (reinsurance recoverable). Columns 5 and 6 are receivables due from your company's reinsurer on losses your company had paid prior to year end. Columns 10 and 11 represent amounts that will be receivable from reinsurer on losses incurred but not yet paid at year end.

**Schedule K - LAE (page 19):**

Loss adjustment expenses should include the salary of any loss adjusters (the adjuster's salary is not to be included in salaries).

**Schedule L - Net Commission Expense (page 20):**

Any commission your company received on ceded premiums should be listed at item 3 (ceding reinsurance commission). Item 5 includes only the commission incurred on policy and membership fees, not the fees themselves.

**This schedule is no longer optional.**

**Schedule M - Income Taxes incurred (page 20):**

This schedule is used to calculate the income taxes (both state and federal) incurred by the company during the year.

**Schedule N - Other Underwriting Expenses (page 21):**

This schedule is used to calculate the amount of expenses (other than commissions) that the company incurred during the year. Footnotes (a), (b) and (c) on this schedule indicate where the entries in the columns are derived.

**Wind Schedule (page 24):**

Companies that write a combined policy with another company must not include those wind or liability premiums with their own premiums on page 1, line 2 of the statement. This would also apply to wind companies that collect fire premiums on behalf of other companies under a combined policy.

The collection of any wind or liability premiums by your company under such a combined policy must be shown on page 24, item 2 and as itemized receipts from other sources on page 1. Any commissions or service fees retained or received by your company must be separately itemized. Remittances to the wind company or others (including both returns to policyholders and commissions shared with or paid to agents or others) must be shown both on page 24, item 4 and as separately itemized disbursements on page 2. Commissions relating to combined policies must never be included with commissions due to directly written business on page 2, line 11.

Any amounts yet to be forwarded to others, including amounts held by your company in separate accounts, must be shown both on page 24, item 5 and as separately itemized liabilities on page 4.

The fact that your company maintains the wind and/or liability premiums in a separate account, and may in fact name that account a "premium fund trust account," does not exclude you from the above reporting requirements. A true "premium fund trust account," would be established by any agent or agency in their capacity as agent for the wind and/or liability insurer. The name of your company would not appear on such an account. Neither would your company place any funds into such an account or withdraw any funds from it.

**General Interrogatories (page 25):**

The answer to question 21 should specifically identify each class of property insured by your company, such as: farm property, growing crops, buildings and personal property, residence, or churches, schools and community buildings.