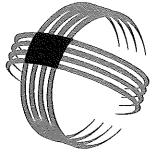


Iowa FAIR Plan

PIPSO Report

September 30, 2018



**CAIN ELLSWORTH**  
& COMPANY, LLP

*Beyond the Numbers ...*

Cain Ellsworth & Company, LLP  
1008 3rd Avenue, P.O. Box 449  
Sheldon, Iowa 51201  
P: 712 324.4614  
F: 712 324.4617

1300 West 57th Street, Suite 2  
Sioux Falls, South Dakota 57108  
P: 605 610.4611  
F: 712 324.4617  
[www.cainellsworth.com](http://www.cainellsworth.com)

## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Management is responsible for the accompany financial statements of Iowa FAIR Plan, which comprise the PIPSO annual report of underwriting and investment experience as of September 30, 2018, included in the accompanying prescribed form. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the financial statements included in the accompanying prescribed form.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Property Insurance Plans Service Office, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of Iowa FAIR Plan and the Property Insurance Plans Service Office, and is not intended to be and should not be used by anyone other than these specified parties.

The supplementary information contained on pages 1A to 4A is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

*Cain Ellsworth & Co., LLP*

Cain Ellsworth & Co., LLP  
Certified Public Accountants

Sheldon, Iowa  
November 9, 2018

PLAN NAME: Iowa FAIR Plan

**PIPSO ANNUAL REPORT  
OF PROPERTY INSURANCE PLAN COVERAGE  
BY CLASS OF BUSINESS**

Line #	Description	12 MONTH DATA DATES REPORTED 10/01/2017 to 09/30/2018
	<b><u>NEW BUSINESS</u></b>	
1	Number of applications accepted	477
2	Number of inspections completed	463
3	Number of new policies issued	465
4	Number of risks declined	12
	<b><u>RENEWAL BUSINESS</u></b>	
4	Number of requests for renewals	846
5	Number of renewals inspected	8
6	Number of renewal policies issued	845
	<b><u>RESULTS BY CLASS OF BUSINESS</u></b>	
	<b><u>Number of policies issued (new &amp; renewal)</u></b>	
7	Habitational	1,288
8	Commercial	22
	<b><u>Total Premium Written (000)</u></b>	
9	Habitational	\$812
10	Commercial	\$21
	<b><u>Total Exposure (000)</u></b>	
11	Habitational	\$76,061
12	Commercial	\$1,240
	<b><u>LOSSES BY CLASS OF BUSINESS</u></b>	
	<b><u>Number of Losses Reported</u></b>	
13	Habitational	64
14	Commercial	1
	<b><u>Number of Losses Paid</u></b>	
15	Habitational	59
16	Commercial	1
	<b><u>Total Paid Losses (000)</u></b>	
17	Habitational	\$620
18	Commercial	\$0
	<b><u>Total Outstanding Losses - Case Basis (000)</u></b>	
19	Habitational	\$60
20	Commercial	\$0

**PIPSO ANNUAL REPORT  
OF UNDERWRITING AND INVESTMENT EXPERIENCE  
BY CLASS OF BUSINESS**

Line #	Description	12 MONTH DATA DATES REPORTED 10/01/2017 to 09/30/2018
	<b><u>PREMIUMS (000)</u></b>	
1	Written Premiums	\$833
2	Unearned Premium Reserve (End of Prior Period)	\$481
3	Unearned Premium Reserve (End of Current Period)	\$449
4	Earned Premiums (Line 1+2-3)	\$865
	<b><u>LOSSES (000)</u></b>	
5	Paid Losses	\$620
6	Current Outstanding (Case)	\$60
7	Current Outstanding (IBNR)	\$59
8	Prior Outstanding (Case)	\$12
9	Prior Outstanding (IBNR)	\$59
10	Incurred Losses (Lines 5+6+7-8-9)	\$668
	<b><u>LOSS ADJUSTMENT EXPENSE (LAE) (000)</u></b>	
11	Paid LAE (Allocated & Unallocated)	\$53
12	Current Outstanding (Allocated and Unallocated)	\$10
13	Prior Outstanding (Allocated and Unallocated)	\$8
14	Incurred LAE (Line 11+12-13)	\$55
	<b><u>OPERATING EXPENSES (000)</u></b>	
15	Commission to Producers	\$83
16	Other Operating Expenses (Incl. Service Fees)	\$471
17	Unpaid Expenses (Current)	\$28
18	Unpaid Expenses (Prior)	\$28
19	Operating Expenses Incurred (Line 15+16+17-18)	\$554
20	<b><u>STATUTORY UNDERWRITING RESULTS</u></b> (Lines 4-10-14-19)	(\$412)
	<b><u>MISCELLANEOUS INCOME AND EXPENSES (000)</u></b>	
21	Investment Income Earned	\$30
22	Other Income	\$30
23	Other Expenses	\$0
24	Non-Admitted Assets (Current)	\$3
25	Non-Admitted Assets (Prior)	\$6
26	Net Other Income or Exps. (Lines 21+22-23-24+25)	\$63
27	<b>OPERATING RESULTS (Lines 20+26)</b>	(\$349)

PLAN NAME: Iowa FAIR Plan

HOMEOWNER COVERAGE: HO4, HO6, HO8

**PIPSO ANNUAL REPORT  
OF PROPERTY INSURANCE PLAN COVERAGE  
BY CLASS OF BUSINESS**

**SUPPLEMENTAL REPORT**

Line #	Description	12 MONTH DATA DATES REPORTED 10/01/2017 to 09/30/2018
	<b><u>NEW BUSINESS</u></b>	
1	Number of applications accepted	31
2	Number of inspections completed	20
3	Number of new policies issued	21
4	Number of risks declined	10
	<b><u>RENEWAL BUSINESS</u></b>	
4	Number of requests for renewals	21
5	Number of renewals inspected	1
6	Number of renewal policies issued	21
	<b><u>Number of policies issued (new &amp; renewal)</u></b>	
7	Homeowners (Line 3+6)	42
8		
	<b><u>Total Premium Written (000)</u></b>	
9	Homeowners	\$46
10		
	<b><u>Total Exposure (000)</u></b>	
11	Homeowners	\$5,556
12		
	<b><u>Number of Losses Reported</u></b>	
13	Homeowners	2
14		
	<b><u>Number of Losses Paid</u></b>	
15	Homeowners	2
16		
	<b><u>Total Paid Losses (000)</u></b>	
17	Homeowners	\$12
18		
	<b><u>Total Outstanding Losses - Case Basis (000)</u></b>	
19	Homeowners	\$0
20		

PLAN NAME: Iowa FAIR Plan

HOMEOWNER COVERAGE: HO4, HO6, HO8

**PIPSO ANNUAL REPORT  
OF UNDERWRITING AND INVESTMENT EXPERIENCE  
BY CLASS OF BUSINESS**

**SUPPLEMENTAL REPORT**

Line #	Description	12 MONTH DATA DATES REPORTED 10/01/2017 to 09/30/2018
	<b><u>PREMIUMS (000)</u></b>	
1	Written Premiums	\$46
2	Unearned Premium Reserve (End of Prior Period)	\$47
3	Unearned Premium Reserve (End of Current Period)	\$20
4	Earned Premiums (Line 1+2-3)	\$73
	<b><u>LOSSES (000)</u></b>	
5	Paid Losses	\$12
6	Current Outstanding (Case)	\$0
7	Current Outstanding (IBNR)	\$50
8	Prior Outstanding (Case)	\$0
9	Prior Outstanding (IBNR)	\$50
10	Incurred Losses (Lines 5+6+7-8-9)	\$12
	<b><u>LOSS ADJUSTMENT EXPENSE (LAE) (000)</u></b>	
11	Paid LAE (Allocated & Unallocated)	\$2
12	Current Outstanding (Allocated and Unallocated)	\$7
13	Prior Outstanding (Allocated and Unallocated)	\$7
14	Incurred LAE (Line 11+12-13)	\$2
	<b><u>OPERATING EXPENSES (000)</u></b>	
15	Commission to Producers	\$0
16	Other Operating Expenses (Incl. Service Fees)	\$26
17	Unpaid Expenses (Current)	\$2
18	Unpaid Expenses (Prior)	\$3
19	Operating Expenses Incurred (Line 15+16+17-18)	\$24
20	<b><u>STATUTORY UNDERWRITING RESULTS</u></b>	
	(Lines 4-10-14-19)	\$35