

BARNSTABLE COUNTY MUTUAL INSURANCE COMPANY
BARNSTABLE COUNTY INSURANCE COMPANY
COMBINED INCOME STATEMENT
For The Twelve Months Ended December 31, 2019 and 2018

	2019	2018	%
			Change
Net earned premiums	\$ 19,789,795	\$ 19,974,824	-1%
Underwriting deductions:			
Losses incurred	7,476,871	9,288,076	-20%
Loss adjustment expenses incurred	2,852,479	2,884,554	-1%
Underwriting expenses incurred	9,442,294	9,576,492	-1%
Total underwriting deductions	<u>19,771,644</u>	<u>21,749,122</u>	-9%
Net underwriting - gain/(loss)	18,151	(1,774,298)	-101%
Investment Income:			
Net investment income	1,444,369	1,452,332	-1%
Net realized capital gains/(loss)	1,012,443	1,850,444	-45%
Net investment gain/(loss)	<u>2,456,812</u>	<u>3,302,776</u>	-26%
Other income:			
Miscellaneous income/(expense)	(16,442)	(14,813)	11%
Finance & service charges	-	-	
Total other income	<u>(16,442)</u>	<u>(14,813)</u>	11%
Net income before taxes	2,458,521	1,513,665	62%
Federal income taxes	340,647	(457,313)	-174%
Net income	<u>\$ 2,117,874</u>	<u>\$ 1,970,978</u>	<u>7%</u>
Ratios: - see note a			
Loss ratio	37.8%	46.5%	
Loss expense ratio	14.4%	14.4%	
Expense ratio	47.3%	48.5%	
Total combined ratio	<u>99.5%</u>	<u>109.5%</u>	
Surplus - 12/31/18 & 12/31/17	\$ 89,086,358	\$ 90,820,678	
Net income	2,117,874	1,970,978	
Net unrealized capital gains/(loss)	5,130,583	(4,527,183)	
Change in net deferred income tax	(584,624)	739,918	
Other changes	(1,876,378)	81,967	
Change in surplus	<u>4,787,455</u>	<u>(1,734,320)</u>	
% change	5.4%	-1.9%	
Surplus - 12/31/19 & 12/31/18	<u>\$ 93,873,813</u>	<u>\$ 89,086,358</u>	

Notes:

a -Ratio definitions:

Loss Ratio = losses incurred / premiums earned

Loss Expense Ratio = loss adjustment expenses incurred / premiums earned

Expense Ratio = underwriting expenses incurred / net written premiums

Combined Ratio = loss ratio + loss expenses ratio + expense ratio;

a ratio <100% indicates an underwriting profit