

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATUTORY FINANCIAL STATEMENTS

APRIL 30, 2019

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATUTORY FINANCIAL STATEMENTS

APRIL 30, 2019

CONTENTS

Exhibit

Accountant's compilation report on statutory financial statements	
Statutory statement of admitted assets, liabilities and surplus	1
Statutory statement of operations and changes in surplus	2
Supplementary information:	
Surplus – quarter and year-to-date	3A
Members' Surplus for unsettled years – inception to date	3B
Retained Surplus	3C
Statistical report of premiums	4A
Statistical report of losses	4B
Statistical report of loss adjustment expenses	4C

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Statistical report of losses	4B
Statistical report of loss adjustment expenses	4C

ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Alabama Insurance Underwriting Association

Management is responsible for the accompanying financial statements of Alabama Insurance Underwriting Association, which comprise the statutory statement of admitted assets, liabilities and surplus as of April 30, 2019, and the related statutory statement of operations and changes in surplus for the six months then ended in accordance with statutory accounting practices prescribed or permitted by the Alabama Department of Insurance. 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 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 these financial statements.

Basis of Accounting

The financial statements are prepared by Alabama Insurance Underwriting Association on the basis of the financial reporting provisions prescribed or permitted by the Alabama Department of Insurance, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Supplementary Information

The accompanying supplementary information referred to in the foregoing contents 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.

Other Matters

Management has elected to omit substantially all of the disclosures and the statement of cash flows ordinarily included in financial statements prepared in accordance with statutory accounting practices. If the omitted disclosures and statements of cash flows were included in the financial statements, they might influence the user's conclusions about the admitted assets, liabilities, surplus, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying financial statements do not include a provision or liability for federal income taxes because the members are taxed individually on their share of Association earnings.

We are not independent with respect to Alabama Insurance Underwriting Association because we performed certain accounting services that impaired our independence.



Foley, Alabama
June 25, 2019

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY STATEMENT OF ADMITTED ASSETS, LIABILITIES AND SURPLUS
As of April 30, 2019

EXHIBIT 1

	Assets	Assets Not Admitted	Admitted Assets
<u>ASSETS</u>			
Cash and short-term investments	\$ 51,267,102		\$ 51,267,101
Bonds	61,262,528		61,262,528
Accounts receivable	488	488	-
Interest accrued	272,027		272,027
Furniture and equipment - net of depreciation	112,577	112,577	-
Data processing equipment - net of depreciation	38,750		38,750
Programming - net of amortization	337,109	337,109	-
Leasehold improvements - net of depreciation	536,628	536,628	-
Reinsurance:			
Prepaid reinsurance	841,667		841,667
Amounts recoverable from reinsurers	5,057		5,057
Section 444 Deposit (I.R.S.)	224,932		224,932
Prepaid pension obligation	19,267	19,267	-
Total Assets	114,918,132	1,006,069	113,912,062
<u>LIABILITIES AND SURPLUS</u>			
Reserves - net of ceded			
Unpaid losses (include IBNR)			1,177,954
Unpaid loss adjustment expenses			117,795
Unearned premiums			11,913,359
Total Reserves			13,209,108
Payables for:			
Premium taxes			223,724
Operating expenses and other accounts payable			296,350
Amounts withheld for accounts of others			182,797
Contributions and grants payable			200,000
Premiums received in advance			1,234,724
Total Payables			2,137,595
Total Liabilities			15,346,703
Members' Surplus			94,048,642
Retained Surplus			4,516,717
Total Surplus			98,565,359
Total Liabilities and Surplus			\$ 113,912,062

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATUTORY STATEMENT OF OPERATIONS AND CHANGES IN SURPLUS
Quarter Ended April 30, 2019

EXHIBIT 2

	Quarter 02/01/2019 - 04/30/2019	Year-To-Date 11/1/2018 - 04/30/2019
	<u> </u>	<u> </u>
UNDERWRITING INCOME:		
Premiums earned	\$ 3,762,430	\$ 7,891,533
	<u> </u>	<u> </u>
DEDUCTIONS:		
Losses incurred	1,101,896	1,612,793
Loss expenses incurred	172,218	330,646
Operating expenses incurred	1,555,166	2,960,575
Total deductions	<u>2,829,280</u>	<u>4,904,014</u>
Net Underwriting Gain or (Loss)	<u>933,150</u>	<u>2,987,519</u>
OTHER INCOME (EXPENSE):		
Investment income	619,952	1,222,993
Realized gains (losses)	-	15
Other income	(8)	(13)
Service & agency Fees	120,019	234,754
Gain on sale of non admitted asset	-	15,619
Total other income	<u>739,963</u>	<u>1,473,368</u>
Net Income	<u>\$ 1,673,113</u>	<u>\$ 4,460,887</u>
SURPLUS:		
Surplus (prior period)	96,910,442	94,108,090
Net income	1,673,113	4,460,887
Change in assets not admitted	(18,196)	(3,618)
Net change in surplus	<u>1,654,917</u>	<u>4,457,269</u>
Surplus (current period)	<u>\$ 98,565,359</u>	<u>\$ 98,565,359</u>

See Accountant's Compilation Report

SUPPLEMENTARY INFORMATION

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

SURPLUS

Quarter Ended April 30, 2019

EXHIBIT 3A - Quarterly

Quarterly 02/01/2019 - 04/30/2019

Description	Policy Year														Total	
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006		
INCOME RECEIVED:																
Premiums Written	\$ 5,839,198	\$ (166,768)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,672,430
Reinsurance Premium Ceded	(2,525,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,525,000)
Net Premiums Written	3,314,198	(166,768)	-	-	-	-	-	-	-	-	-	-	-	-	-	3,147,430
Interest Received	663,306	-	-	-	-	-	-	-	-	-	-	-	-	-	-	663,306
Realized Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	(8)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(8)
Service & Agency Fees	120,019	-	-	-	-	-	-	-	-	-	-	-	-	-	-	120,019
Gain on sale of non admitted asset	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Income	4,097,515	(166,768)	-	-	-	-	-	-	-	-	-	-	-	-	-	3,930,747
EXPENSES PAID:																
Losses	299,799	533,840	109,740	37,621	-	-	-	-	-	-	-	-	-	-	-	981,000
Loss Adjustment Expenses	23,313	98,968	23,786	14,064	-	-	-	-	-	-	-	-	-	-	-	160,131
Commissions	458,038	(13,341)	-	-	-	-	-	-	-	-	-	-	-	-	-	444,697
Operating Expenses	909,327	-	-	-	-	-	-	-	-	-	-	-	-	-	-	909,327
Contributions and Grants	-	-	-	-	-	-	-	-	-	-	200,000	-	-	-	-	200,000
Premium Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenses Paid	1,690,477	619,467	133,526	51,685	-	-	-	-	-	-	200,000	-	-	-	-	2,695,155
Net Cash Change	2,407,038	(786,235)	(133,526)	(51,685)	-	-	-	-	-	-	(200,000)	-	-	-	-	1,235,592
RESERVES:																
<i>DEDUCT (CURRENT PERIOD)</i>																
Unpaid Losses (include IBNR)	299,080	458,837	9,414	410,623	-	-	-	-	-	-	-	-	-	-	-	1,177,954
Unpaid Loss Adj. Expenses	29,908	45,882	942	41,063	-	-	-	-	-	-	-	-	-	-	-	117,795
Operating Expenses	479,147	-	-	-	-	-	-	-	-	-	-	-	-	-	-	479,147
Contributions and Grants	-	-	-	-	-	-	55,777	17,189	10,477	-	116,557	-	-	-	-	200,000
Unearned Premiums	8,228,283	3,685,076	-	-	-	-	-	-	-	-	-	-	-	-	-	11,913,359
Premium Taxes	223,724	-	-	-	-	-	-	-	-	-	-	-	-	-	-	223,724
<i>ADD (PRIOR PERIOD)</i>																
Unpaid Losses (include IBNR)	109,752	509,017	22,004	416,285	-	-	-	-	-	-	-	-	-	-	-	1,057,058
Unpaid Loss Adj. Expenses	10,976	50,902	2,201	41,629	-	-	-	-	-	-	-	-	-	-	-	105,708
Operating Expenses	481,782	-	-	-	-	-	-	-	-	-	-	-	-	-	-	481,782
Contributions and Grants	-	-	-	-	-	-	55,777	17,189	10,477	-	316,557	-	-	-	-	400,000
Unearned Premiums	4,271,936	8,256,423	-	-	-	-	-	-	-	-	-	-	-	-	-	12,528,359
Premium Taxes	19,947	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19,947
Net Reserve Change	(4,365,749)	4,626,547	13,849	6,228	-	-	-	-	-	-	200,000	-	-	-	-	480,875
OTHER CHANGES:																
<i>DEDUCT (PRIOR PERIOD)</i>																
Interest Accrued	315,381	-	-	-	-	-	-	-	-	-	-	-	-	-	-	315,381
Assets Not Admitted	(987,873)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(987,873)
<i>ADD (CURRENT PERIOD)</i>																
Minimum Pension Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Accrued	272,027	-	-	-	-	-	-	-	-	-	-	-	-	-	-	272,027
Assets Not Admitted	(1,006,069)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,006,069)
Net Other Changes	(61,550)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(61,550)
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Retained Surplus Increase (Decrease)	571,203	-	-	-	-	-	-	-	-	-	-	-	-	-	-	571,203
Change in Members' Surplus Increase (Decrease)	\$ (2,591,464)	\$ 3,840,312	\$ (119,677)	\$ (45,457)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,083,714

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

SURPLUS

Quarter Ended April 30, 2019

EXHIBIT 3A - Year-to-Date

Year-to-Date 11/01/2018 - 04/30/2019

Description	Policy Year														Total	
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006		
INCOME RECEIVED:																
Premiums Written	\$ 10,813,809	\$ (422,019)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,391,790
Reinsurance Premium Ceded	(5,050,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,050,000)
Net Premiums Written	5,763,809	(422,019)	-	-	-	-	-	-	-	-	-	-	-	-	-	5,341,790
Interest Received	950,966	222,587	-	-	-	-	-	-	-	-	-	-	-	-	-	1,173,553
Realized Gains (Losses)	15	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15
Other Income	(13)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(13)
Service & Agency Fees	234,754	-	-	-	-	-	-	-	-	-	-	-	-	-	-	234,754
Gain on sale of non admitted asset	15,619	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,619
Total Income	6,965,150	(199,432)	-	-	-	-	-	-	-	-	-	-	-	-	-	6,765,718
EXPENSES PAID:																
Losses	310,015	1,015,455	221,912	50,795	-	-	-	-	-	-	-	-	-	-	-	1,598,177
Loss Adjustment Expenses	25,519	214,048	49,762	39,855	-	-	-	-	-	-	-	-	-	-	-	329,184
Commissions	702,354	116,625	-	-	-	-	-	-	-	-	-	-	-	-	-	818,979
Operating Expenses	1,439,964	489,342	-	-	-	-	-	-	-	-	-	-	-	-	-	1,929,306
Contributions and Grants	-	-	-	-	-	-	-	-	-	-	200,000	-	-	-	-	200,000
Premium Taxes	149,148	128,852	-	-	-	-	-	-	-	-	-	-	-	-	-	278,000
Total Expenses Paid	2,627,000	1,964,322	271,674	90,650	-	-	-	-	-	-	200,000	-	-	-	-	5,153,646
Net Cash Change	4,338,150	(2,163,754)	(271,674)	(90,650)	-	-	-	-	-	-	(200,000)	-	-	-	-	1,612,072
RESERVES:																
<i>DEDUCT (CURRENT PERIOD)</i>																
Unpaid Losses (include IBNR)	299,080	458,837	9,414	410,623	-	-	-	-	-	-	-	-	-	-	-	1,177,954
Unpaid Loss Adj. Expenses	29,908	45,882	942	41,063	-	-	-	-	-	-	-	-	-	-	-	117,795
Operating Expenses	479,147	-	-	-	-	-	-	-	-	-	-	-	-	-	-	479,147
Contributions and Grants	-	-	-	-	-	-	55,777	17,189	10,477	-	116,557	-	-	-	-	200,000
Unearned Premiums	8,228,283	3,685,076	-	-	-	-	-	-	-	-	-	-	-	-	-	11,913,359
Premium Taxes	223,724	-	-	-	-	-	-	-	-	-	-	-	-	-	-	223,724
<i>ADD (PRIOR PERIOD)</i>																
Unpaid Losses (include IBNR)	-	628,265	95,037	440,036	-	-	-	-	-	-	-	-	-	-	-	1,163,338
Unpaid Loss Adj. Expenses	-	62,825	9,504	44,004	-	-	-	-	-	-	-	-	-	-	-	116,333
Operating Expenses	-	639,729	-	-	-	-	-	-	-	-	-	-	-	-	-	639,729
Contributions and Grants	-	-	-	-	-	-	55,777	17,189	10,477	-	316,557	-	-	-	-	400,000
Unearned Premiums	-	14,463,102	-	-	-	-	-	-	-	-	-	-	-	-	-	14,463,102
Premium Taxes	-	128,852	-	-	-	-	-	-	-	-	-	-	-	-	-	128,852
Net Reserve Change	(9,260,142)	11,732,978	94,185	32,354	-	-	-	-	-	-	200,000	-	-	-	-	2,799,375
OTHER CHANGES:																
<i>DEDUCT (PRIOR PERIOD)</i>																
Interest Accrued	-	222,587	-	-	-	-	-	-	-	-	-	-	-	-	-	222,587
Assets Not Admitted	-	(1,002,451)	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,002,451)
Unrealized Capital Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>ADD (CURRENT PERIOD)</i>																
Minimum Pension Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Accrued	272,027	-	-	-	-	-	-	-	-	-	-	-	-	-	-	272,027
Assets Not Admitted	(1,006,069)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,006,069)
Unrealized Capital Gains (Losses)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Other Changes	(734,042)	779,864	-	-	-	-	-	-	-	-	-	-	-	-	-	45,822
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Change in Retained Surplus Increase (Decrease)	1,125,990	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,125,990
Change in Members' Surplus Increase (Decrease)	\$ (6,782,024)	\$ 10,349,088	\$ (177,489)	\$ (58,296)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,331,279

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
MEMBERS' SURPLUS FOR UNSETTLED YEARS
Inception to Quarter Ended April 30, 2019

Exhibit 3B

Description	Policy Year													Total
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2008	2007	2006	
INCOME RECEIVED:														
Premiums Written	\$ 10,813,809	\$ 26,659,341	\$ 28,516,140	\$ 33,302,116	\$ 41,433,339	\$ 43,985,195	\$ 45,411,235	\$ 45,970,663	\$ 45,112,079	\$ 37,491,975	\$ 24,452,221	\$ 23,456,599	\$ 17,328,303	\$ 423,933,015
Reinsurance Premiums Ceded	(5,050,000)	(13,697,827)	(16,154,849)	(20,967,799)	(23,792,537)	(21,527,994)	(20,720,834)	(19,201,996)	(17,994,845)	(17,700,790)	(14,994,792)	(10,799,284)	(4,500,230)	(207,103,777)
Net Premiums Written	5,763,809	12,961,514	12,361,291	12,334,317	17,640,802	22,457,201	24,690,401	26,768,667	27,117,234	19,791,185	9,457,429	12,657,315	12,828,073	216,829,238
Interest Received	950,966	1,851,667	702,154	370,455	322,544	348,507	326,657	95,204	40,332	21,405	486,548	677,305	307,607	6,501,351
Realized Gains (Losses)	15	(22,930)	(57)	-	-	-	-	(34,522)	-	-	-	-	-	(57,494)
Other Income	(13)	87	188	43	12	43	-	8	1,070	153	3,391	3,670	40	8,692
Service & Agency Fees	234,754	597,930	677,515	774,325	899,270	906,565	778,125	674,460	608,415	497,585	269,337	187,836	175,703	7,281,820
Gain (loss) on sale of non admitted asset	15,619	-	(15,624)	(22,707)	-	-	-	-	-	-	100	623	(203)	(22,192)
Total Income	6,965,150	15,388,268	13,725,467	13,456,433	18,862,628	23,712,316	25,795,183	27,503,817	27,767,051	20,310,328	10,216,805	13,526,749	13,311,220	230,541,415
EXPENSES PAID:														
Losses	310,015	1,953,705	3,492,678	4,284,543	4,434,455	3,193,725	3,408,410	3,264,442	1,326,634	988,594	874,566	512,315	930,913	28,974,995
Loss Adjustment Expenses	25,519	394,763	656,466	705,417	584,165	584,234	576,802	400,549	230,657	118,628	22,717	14,945	17,029	4,331,891
Commissions	702,354	2,124,659	2,280,054	2,662,350	3,306,873	3,511,240	3,626,442	3,677,749	3,629,595	2,994,514	1,961,534	2,235,084	1,744,247	34,456,695
Operating Expenses	1,439,964	3,803,157	4,032,808	3,568,090	3,464,989	3,340,955	3,009,063	2,734,196	2,524,526	2,327,766	1,699,718	1,497,748	1,014,262	34,457,242
Premium Taxes	149,148	943,130	994,127	1,175,372	1,461,184	1,556,033	1,597,766	1,624,906	1,587,348	1,350,035	855,726	848,275	624,158	14,767,208
Total Expenses Paid	2,627,000	9,219,414	11,456,133	12,395,772	13,251,666	12,186,187	12,218,483	11,701,842	9,298,760	7,779,537	5,414,261	5,108,367	4,330,609	116,988,031
Net Cash Change	4,338,150	6,168,854	2,269,334	1,060,661	5,610,962	11,526,129	13,576,700	15,801,975	18,468,291	12,530,791	4,802,544	8,418,382	8,980,611	113,553,384
RESERVES:														
DEDUCT (CURRENT PERIOD)														
Unpaid Losses (include IBNR)	299,080	458,837	9,414	410,623	-	-	-	-	-	-	-	-	-	1,177,954
Unpaid Loss Adjustment Expenses	29,908	45,882	942	41,063	-	-	-	-	-	-	-	-	-	117,795
Operating Expenses	479,147	-	-	-	-	-	-	-	-	-	-	-	-	479,147
Unearned Premiums	8,228,283	3,685,076	-	-	-	-	-	-	-	-	-	-	-	11,913,359
Premium Taxes	223,724	-	-	-	-	-	-	-	-	-	-	-	-	223,724
Total Reserves	9,260,142	4,189,795	10,356	451,686	-	-	-	-	-	-	-	-	-	13,911,979
OTHER CHANGES:														
ADD (DEDUCT)														
Minimum Pension Liability	-	276,179	(38,931)	(161,212)	14,335	(299,507)	115,466	(127,279)	(36,991)	27,748	(53,339)	46,800	(21,831)	(258,562)
Interest Accrued	272,027	-	-	-	-	-	-	-	-	-	-	-	-	272,027
Assets Not Admitted	(1,006,069)	-	-	-	-	-	-	-	-	-	-	-	-	(1,006,069)
Retained Surplus	(1,125,990)	(1,642,342)	(566,470)	(345,818)	(288,215)	(319,649)	(284,009)	(17,189)	(10,477)	-	-	-	-	(4,600,159)
Total Other Changes	(1,860,032)	(1,366,163)	(605,401)	(507,030)	(273,880)	(619,156)	(168,543)	(144,468)	(47,468)	27,748	(53,339)	46,800	(21,831)	(5,592,763)
Assessments or (Distributions)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Members' Surplus (Deficit)	\$ (6,782,024)	\$ 612,896	\$ 1,653,577	\$ 101,945	\$ 5,337,082	\$ 10,906,973	\$ 13,408,157	\$ 15,657,507	\$ 18,420,823	\$ 12,558,539	\$ 4,749,205	\$ 8,465,182	\$ 8,958,780	\$ 94,048,642

Notes:

October 31, 2009 plan year: Closed

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

RETAINED SURPLUS

Inception to Quarter Ended April 30, 2019

Exhibit 3C

Description	Policy Year										Total
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2009	
INCOME RECEIVED:											
Interest Received	\$ 950,966	\$ 1,851,667	\$ 702,154	\$ 370,455	\$ 322,544	\$ 348,507	\$ 326,657	\$ 95,204	\$ 40,332	\$ -	\$ 5,008,486
Realized Gains (Losses)	15	(22,930)	(57)	-	-	-	-	(34,521)	-	-	(57,493)
Total Income	950,981	1,828,737	702,097	370,455	322,544	348,507	326,657	60,683	40,332	-	4,950,993
EXPENSES PAID:											
Operating Expenses	97,018	186,395	135,627	24,637	34,328	28,858	42,648	43,494	29,855	4,800,000	5,422,860
Total Expenses Paid	97,018	186,395	135,627	24,637	34,328	28,858	42,648	43,494	29,855	4,800,000	5,422,860
Net Cash Change	853,963	1,642,342	566,470	345,818	288,216	319,649	284,009	17,189	10,477	(4,800,000)	(471,867)
RESERVES:											
DEDUCT (CURRENT PERIOD)											
Contributions and Grants	-	-	-	-	-	-	55,777	17,189	10,477	116,557	200,000
Total Reserves	-	-	-	-	-	-	55,777	17,189	10,477	116,557	200,000
OTHER CHANGES:											
ADD (DEDUCT)											
Interest Accrued	272,027	-	-	-	-	-	-	-	-	-	272,027
Total Other Changes	272,027	-	-	-	-	-	-	-	-	-	272,027
Net Income Retained	-	-	-	-	-	-	-	-	-	4,916,557	4,916,557
Retained Surplus	\$ 1,125,990	\$ 1,642,342	\$ 566,470	\$ 345,818	\$ 288,216	\$ 319,649	\$ 228,232	\$ -	\$ -	\$ -	\$ 4,516,717

Notes:

October 31, 2009 plan year: The association board resolved to retain \$4,916,557 of net profit the remaining profits for the plan year were distributed and plan year closed.

October 31, 2010 plan year: No amounts were retained for this plan year.

October 31, 2011 to present: Beginning in 2011 the Plan of Operation and Articles of Agreement of Alabama Insurance Underwriting Association were revised to provide that any interest or investment income of the Association, regardless of source, less the management fees and expenses attendant thereto, shall be deposited to the credit of the Association in Retained Surplus.

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF PREMIUMS
Quarter Ended April 30, 2019

EXHIBIT 4A - Quarterly

Description	Quarterly 02/01/2019 - 04/30/2019												Total		
	2019	2018	2017	2016	2015	2014	Policy Year		2011	2010	2008	2007		2006	
PREMIUMS WRITTEN:															
Fire	\$ 351,738	\$ (10,144)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 341,594
E.C. & VMM	5,487,460	(156,624)	-	-	-	-	-	-	-	-	-	-	-	-	5,330,836
Reinsurance Premium Ceded	(2,525,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,525,000)
Total	3,314,198	(166,768)	-	-	-	-	-	-	-	-	-	-	-	-	3,147,430
UNEARNED PREMIUMS: (PRIOR PERIOD)															
Fire	307,511	523,223	-	-	-	-	-	-	-	-	-	-	-	-	830,734
E.C. & VMM	3,964,425	7,733,200	-	-	-	-	-	-	-	-	-	-	-	-	11,697,625
Reinsurance Unearned Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	4,271,936	8,256,423	-	-	-	-	-	-	-	-	-	-	-	-	12,528,359
UNEARNED PREMIUMS: (CURRENT PERIOD)															
Fire	530,782	238,665	-	-	-	-	-	-	-	-	-	-	-	-	769,447
E.C. & VMM	7,697,501	3,446,411	-	-	-	-	-	-	-	-	-	-	-	-	11,143,912
Reinsurance Unearned Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	8,228,283	3,685,076	-	-	-	-	-	-	-	-	-	-	-	-	11,913,359
EARNED PREMIUMS:															
Fire	128,467	274,414	-	-	-	-	-	-	-	-	-	-	-	-	402,881
E.C. & VMM	1,754,384	4,130,165	-	-	-	-	-	-	-	-	-	-	-	-	5,884,549
Reinsurance Earned Ceded	(2,525,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,525,000)
Total	\$ (642,149)	\$ 4,404,579	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,762,430

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF PREMIUMS
Quarter Ended April 30, 2019

EXHIBIT 4A - Year-to-Date

Year-to-Date 11/01/2018 - 04/30/2019

Description	Policy Year												Total		
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2008	2007		2006	
PREMIUMS WRITTEN:															
Fire	\$ 707,677	\$ (28,711)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 678,966
E.C. & VMM	10,106,132	(393,308)	-	-	-	-	-	-	-	-	-	-	-	-	9,712,824
Reinsurance Premium Ceded	(5,050,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,050,000)
Total	5,763,809	(422,019)	-	-	-	-	-	-	-	-	-	-	-	-	5,341,790
UNEARNED PREMIUMS: (PRIOR PERIOD)															
Fire	-	922,325	-	-	-	-	-	-	-	-	-	-	-	-	922,325
E.C. & VMM	-	13,540,777	-	-	-	-	-	-	-	-	-	-	-	-	13,540,777
Reinsurance Unearned Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	14,463,102	-	-	-	-	-	-	-	-	-	-	-	-	14,463,102
UNEARNED PREMIUMS: (CURRENT PERIOD)															
Fire	530,782	238,665	-	-	-	-	-	-	-	-	-	-	-	-	769,447
E.C. & VMM	7,697,501	3,446,411	-	-	-	-	-	-	-	-	-	-	-	-	11,143,912
Reinsurance Unearned Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	8,228,283	3,685,076	-	-	-	-	-	-	-	-	-	-	-	-	11,913,359
EARNED PREMIUMS:															
Fire	176,895	654,949	-	-	-	-	-	-	-	-	-	-	-	-	831,844
E.C. & VMM	2,408,631	9,701,058	-	-	-	-	-	-	-	-	-	-	-	-	12,109,689
Reinsurance Earned Ceded	(5,050,000)	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,050,000)
Total	\$ (2,464,474)	\$ 10,356,007	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,891,533

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT OF LOSSES

Quarter Ended April 30, 2019

EXHIBIT 4B - Quarterly

Description	Quarterly 02/01/2019 - 04/30/2019													Total	
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2008	2007	2006		
PAID LOSSES:															
Fire	\$ 250,514	\$ 138,685	\$ -	\$ 17,330	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 406,529
E.C. & VMM	49,285	395,155	109,740	22,271	-	-	-	-	-	-	-	-	-	-	576,451
Reinsurance Losses Ceded			-	(1,980)	-	-	-	-	-	-	-	-	-	-	(1,980)
Total	299,799	533,840	109,740	37,621	-	-	-	-	-	-	-	-	-	-	981,000
OUTSTANDING LOSSES (CURRENT PERIOD)*															
Fire	92,005	129,232	9,414	424,735	-	-	-	-	-	-	-	-	-	-	655,386
E.C. & VMM	207,075	329,605	-	7,500	-	-	-	-	-	-	-	-	-	-	544,180
Reinsurance Losses Ceded	-	-	-	(21,612)	-	-	-	-	-	-	-	-	-	-	(21,612)
Total	299,080	458,837	9,414	410,623	-	-	-	-	-	-	-	-	-	-	1,177,954
OUTSTANDING LOSSES (PRIOR PERIOD)*															
Fire	18,371	36,999	12,619	422,228	-	-	-	-	-	-	-	-	-	-	490,217
E.C. & VMM	91,381	472,018	9,385	15,967	-	-	-	-	-	-	-	-	-	-	588,751
Reinsurance Losses Ceded	-	-	-	(21,910)	-	-	-	-	-	-	-	-	-	-	(21,910)
Total	109,752	509,017	22,004	416,285	-	-	-	-	-	-	-	-	-	-	1,057,058
INCURRED LOSSES:															
Fire	324,148	230,918	(3,205)	19,837	-	-	-	-	-	-	-	-	-	-	571,698
E.C. & VMM	164,979	252,742	100,355	13,804	-	-	-	-	-	-	-	-	-	-	531,880
Reinsurance Losses Ceded	-	-	-	(1,682)	-	-	-	-	-	-	-	-	-	-	(1,682)
Total	489,127	483,660	97,150	31,959	-	-	-	-	-	-	-	-	-	-	1,101,896
IBNR (CURRENT PERIOD)															
Fire	14,143	19,051	-	-	-	-	-	-	-	-	-	-	-	-	33,194
E.C. & VMM	201,344	287,732	-	-	-	-	-	-	-	-	-	-	-	-	489,076
Reinsurance Losses Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	215,487	306,783	-	-	-	-	-	-	-	-	-	-	-	-	522,270
IBNR (PRIOR PERIOD)															
Fire	7,107	27,126	-	-	-	-	-	-	-	-	-	-	-	-	34,233
E.C. & VMM	91,381	406,569	-	-	-	-	-	-	-	-	-	-	-	-	497,950
Reinsurance Losses Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	\$ 98,488	\$ 433,695	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 532,183

*Includes IBNR

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION

STATISTICAL REPORT OF LOSSES

Quarter Ended April 30, 2019

EXHIBIT 4B - Year-to-Date

Year-to-Date 11/01/2018 - 04/30/2019

Description	Policy Year												Total	
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2008	2007		2006
PAID LOSSES:														
Fire	\$ 250,514	\$ 186,781	\$ -	\$ 17,330	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 454,625
E.C. & VMM	59,501	828,674	222,070	36,041	-	-	-	-	-	-	-	-	-	1,146,286
Reinsurance Losses Ceded	-	-	(158)	(2,576)	-	-	-	-	-	-	-	-	-	(2,734)
Total	310,015	1,015,455	221,912	50,795	-	-	-	-	-	-	-	-	-	1,598,177
OUTSTANDING LOSSES (CURRENT PERIOD)*														
Fire	92,005	129,232	9,414	424,735	-	-	-	-	-	-	-	-	-	655,386
E.C. & VMM	207,075	329,605	-	7,500	-	-	-	-	-	-	-	-	-	544,180
Reinsurance Losses Ceded	-	-	-	(21,612)	-	-	-	-	-	-	-	-	-	(21,612)
Total	299,080	458,837	9,414	410,623	-	-	-	-	-	-	-	-	-	1,177,954
OUTSTANDING LOSSES (PRIOR PERIOD)*														
Fire	-	77,273	81,754	455,696	-	-	-	-	-	-	-	-	-	614,723
E.C. & VMM	-	550,992	14,227	7,500	-	-	-	-	-	-	-	-	-	572,719
Reinsurance Losses Ceded	-	-	(944)	(23,160)	-	-	-	-	-	-	-	-	-	(24,104)
Total	-	628,265	95,037	440,036	-	-	-	-	-	-	-	-	-	1,163,338
INCURRED LOSSES:														
Fire	342,519	238,740	(72,340)	(13,631)	-	-	-	-	-	-	-	-	-	495,288
E.C. & VMM	266,576	607,287	207,843	36,041	-	-	-	-	-	-	-	-	-	1,117,747
Reinsurance Losses Ceded	-	-	786	(1,028)	-	-	-	-	-	-	-	-	-	(242)
Total	609,095	846,027	136,289	21,382	-	-	-	-	-	-	-	-	-	1,612,793
IBNR (CURRENT PERIOD)														
Fire	14,143	19,051	-	-	-	-	-	-	-	-	-	-	-	33,194
E.C. & VMM	201,344	287,732	-	-	-	-	-	-	-	-	-	-	-	489,076
Reinsurance Losses Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	215,487	306,783	-	-	-	-	-	-	-	-	-	-	-	522,270
IBNR (PRIOR PERIOD)														
Fire	-	35,272	-	-	-	-	-	-	-	-	-	-	-	35,272
E.C. & VMM	-	504,177	-	-	-	-	-	-	-	-	-	-	-	504,177
Reinsurance Losses Ceded	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	\$ -	\$ 539,449	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 539,449

*Includes IBNR

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
Quarter Ended April 30, 2019

EXHIBIT 4C - Quarterly

Quarterly 02/01/2019 - 04/30/2019

Description	Policy Year													Total	
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2008	2007	2006		
LOSS EXPENSES PAID:															
Fire	\$ 4,597	\$ 8,657	\$ 2,280	\$ 10,413	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,947
E.C. & VMM	18,716	90,311	21,656	4,428	-	-	-	-	-	-	-	-	-	-	135,111
Reinsurance Loss Expenses Ceded	-	-	(150)	(777)	-	-	-	-	-	-	-	-	-	-	(927)
Total	23,313	98,968	23,786	14,064	-	-	-	-	-	-	-	-	-	-	160,131
UNPAID LOSS EXPENSES (CURRENT PERIOD)*															
Fire	9,200	12,923	942	42,474	-	-	-	-	-	-	-	-	-	-	65,539
E.C. & VMM	20,708	32,959	-	750	-	-	-	-	-	-	-	-	-	-	54,417
Reinsurance Loss Expenses Ceded	-	-	-	(2,161)	-	-	-	-	-	-	-	-	-	-	(2,161)
Total	29,908	45,882	942	41,063	-	-	-	-	-	-	-	-	-	-	117,795
UNPAID LOSS EXPENSES (PRIOR PERIOD)*															
Fire	1,837	3,700	1,262	42,223	-	-	-	-	-	-	-	-	-	-	49,022
E.C. & VMM	9,139	47,202	939	1,597	-	-	-	-	-	-	-	-	-	-	58,877
Reinsurance Loss Expenses Ceded	-	-	-	(2,191)	-	-	-	-	-	-	-	-	-	-	(2,191)
Total	10,976	50,902	2,201	41,629	-	-	-	-	-	-	-	-	-	-	105,708
INCURRED LOSS EXPENSES:															
Fire	11,960	17,880	1,960	10,664	-	-	-	-	-	-	-	-	-	-	42,464
E.C. & VMM	30,285	76,068	20,717	3,581	-	-	-	-	-	-	-	-	-	-	130,651
Reinsurance Loss Expenses Ceded	-	-	(150)	(747)	-	-	-	-	-	-	-	-	-	-	(897)
Total	\$ 42,245	\$ 93,948	\$ 22,527	\$ 13,498	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 172,218

*Includes IBNR

See Accountant's Compilation Report

ALABAMA INSURANCE UNDERWRITING ASSOCIATION
STATISTICAL REPORT OF LOSS ADJUSTMENT EXPENSES
Quarter Ended April 30, 2019

EXHIBIT 4C - Year-to-Date

Year-to-Date 11/01/2018 - 04/30/2019

Description	Policy Year												Total	
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2008	2007		2006
LOSS EXPENSES PAID:														
Fire	\$ 4,597	\$ 15,620	\$ 7,966	\$ 30,940	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 59,123
E.C. & VMM	20,922	198,428	42,008	11,049	-	-	-	-	-	-	-	-	-	272,407
Reinsurance Loss Expenses Ceded	-	-	(212)	(2,134)	-	-	-	-	-	-	-	-	-	(2,346)
Total	25,519	214,048	49,762	39,855	-	-	-	-	-	-	-	-	-	329,184
UNPAID LOSS EXPENSES (CURRENT PERIOD)*														
Fire	9,200	12,923	942	42,474	-	-	-	-	-	-	-	-	-	65,539
E.C. & VMM	20,708	32,959	-	750	-	-	-	-	-	-	-	-	-	54,417
Reinsurance Loss Expenses Ceded	-	-	-	(2,161)	-	-	-	-	-	-	-	-	-	(2,161)
Total	29,908	45,882	942	41,063	-	-	-	-	-	-	-	-	-	117,795
UNPAID LOSS EXPENSES (PRIOR PERIOD)*														
Fire	-	7,727	8,175	45,570	-	-	-	-	-	-	-	-	-	61,472
E.C. & VMM	-	55,098	1,423	750	-	-	-	-	-	-	-	-	-	57,271
Reinsurance Loss Expenses Ceded	-	-	(94)	(2,316)	-	-	-	-	-	-	-	-	-	(2,410)
Total	-	62,825	9,504	44,004	-	-	-	-	-	-	-	-	-	116,333
INCURRED LOSS EXPENSES:														
Fire	13,797	20,816	733	27,844	-	-	-	-	-	-	-	-	-	63,190
E.C. & VMM	41,630	176,289	40,585	11,049	-	-	-	-	-	-	-	-	-	269,553
Reinsurance Loss Expenses Ceded	-	-	(118)	(1,979)	-	-	-	-	-	-	-	-	-	(2,097)
Total	\$ 55,427	\$ 197,105	\$ 41,200	\$ 36,914	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 330,646

*Includes IBNR

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