



# **Alabama Insurance Underwriting Association**

## **STATUTORY FINANCIAL STATEMENTS**

**October 31, 2022**



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## **ACCOUNTANTS' COMPILATION REPORT**

Alabama Insurance Underwriting Association  
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Foley, AL 36535

Management is responsible for the accompanying financial statements of the Alabama Insurance Underwriting Association (the Association), which comprise the statutory statement of admitted assets, liabilities, and equity as of October 31, 2022, and the related statutory statement of operations and changes in equity for the quarter and year-to-date 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 the 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.

### **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, equity, revenues and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Alabama Insurance Underwriting Association.

### **Supplementary Information**

The accompanying supplementary information referred to in the foregoing table of 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.

*Carr, Riggs & Ingram, L.L.C.*

Montgomery, Alabama  
July 31, 2023

**Alabama Insurance Underwriting Association**  
**Statutory Statement of Admitted Assets, Liabilities and Equity – Exhibit 1**  
**As of October 31, 2022**

	Assets	Assets non- admitted	Admitted assets
<b>Assets</b>			
Cash and short-term investments	\$ 39,510,082	\$ -	\$ 39,510,082
Bonds	57,226,654	-	57,226,654
Accounts receivable	5,721	-	5,721
Accrued interest	337,807	-	337,807
Furniture, fixtures & equipment	12,932	12,932	-
Data processing equipment	87,327	-	87,327
Software and programming	198,317	198,317	-
Leasehold improvements	474,151	474,151	-
Prepaid lease	63,419	63,419	-
Section 444 deposit	239,948	-	239,948
<b>Total assets</b>	<b>\$ 98,156,358</b>	<b>\$ 748,819</b>	<b>\$ 97,407,539</b>
<b>Liabilities and equity</b>			
Reserves - net of ceded			
Unpaid losses (includes IBNR)			\$ 2,068,394
Unpaid loss adjustment expenses			206,841
Unearned premiums, net			7,487,445
<b>Total reserves</b>			<b>9,762,680</b>
Accrued expenses			
Premium taxes payable			(321,734)
Operating expenses and other accounts payable			760,150
Amounts withheld for accounts of others			619,091
Liability for pension benefits			89,455
Reinsurance premiums payable			8,442,336
Advance premiums			1,040,345
<b>Total accrued expenses</b>			<b>10,629,643</b>
<b>Total liabilities</b>			<b>20,392,323</b>
Members' equity			66,730,186
Retained surplus			10,285,030
<b>Total equity</b>			<b>77,015,216</b>
<b>Total liabilities and equity</b>			<b>\$ 97,407,539</b>

*See Accountants' Compilation Report*

**Alabama Insurance Underwriting Association**  
**Statutory Statement of Operations and Changes in Equity – Exhibit 2**  
**Quarter and Year-to-Date Ended October 31, 2022**

	Quarter 8/1/2022 - 10/31/2022	Year-to-Date 11/1/2021 - 10/31/2022
<b>Underwriting income</b>		
Premiums earned	\$ 5,898,598	\$ 13,310,978
<b>Deductions</b>		
Losses incurred	293,971	1,535,584
Loss expenses incurred	270,728	1,150,846
<b>Underwriting expenses</b>		
Operating expenses incurred	1,797,377	6,806,349
Net underwriting gain	3,536,522	3,818,199
<b>Other income (expense)</b>		
Investment income	612,096	1,608,618
Realized gains (losses)	1,704	27,911
Other income (expenses)	(174)	(197)
Service fees	146,285	520,365
Agency fees	12,050	33,700
Total other income	771,961	2,190,397
<b>Net income</b>	<b>\$ 4,308,483</b>	<b>\$ 6,008,596</b>
<b>Equity</b>		
Equity (prior period)	\$ 72,244,317	\$ 70,578,798
Net income	4,308,483	6,008,596
Change in net assets not admitted	26,608	(7,986)
Net change in equity	4,770,899	6,436,418
<b>Equity (current period)</b>	<b>\$ 77,015,216</b>	<b>\$ 77,015,216</b>

*See Accountants' Compilation Report*

**Alabama Insurance Underwriting Association**  
**Equity – Exhibit 3A - Quarterly**  
**Quarter and Year-to-Date Ended October 31, 2022**

Description	Quarterly 8/1/2022 - 10/31/2022								Total
	2022	2021	2020	Policy Year				2016	
				2019	2018	2017			
<b>Income received:</b>									
Premiums written	\$ 8,017,363	\$ 82,931	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	8,100,294
Reinsurance premium ceded, net	(1,093,669)	-	-	-	-	-	-	-	(1,093,669)
Net premiums written	6,923,694	82,931	-	-	-	-	-	-	7,006,625
Interest received	569,590	-	-	-	-	-	-	-	569,590
Realized gains	1,704	-	-	-	-	-	-	-	1,704
Other income	(174)	-	-	-	-	-	-	-	(174)
Service & agency fees	158,335	-	-	-	-	-	-	-	158,335
<b>Total income</b>	<b>7,653,149</b>	<b>82,931</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,736,080</b>
<b>Expenses paid:</b>									
Losses	504,936	259,937	501,169	32,838	-	-	22,745	-	1,321,625
Loss adjustment expenses	65,528	38,784	160,384	30,977	-	-	77,821	-	373,494
Commissions	680,615	-	-	-	-	-	-	-	680,615
Operating expenses	1,984,430	-	-	-	-	-	-	-	1,984,430
Premium taxes	533,274	-	-	-	-	-	-	-	533,274
<b>Total expenses paid</b>	<b>3,768,783</b>	<b>298,721</b>	<b>661,553</b>	<b>63,815</b>	<b>-</b>	<b>-</b>	<b>100,566</b>	<b>-</b>	<b>4,893,438</b>
<b>Net cash change</b>	<b>3,884,366</b>	<b>(215,790)</b>	<b>(661,553)</b>	<b>(63,815)</b>	<b>-</b>	<b>-</b>	<b>(100,566)</b>	<b>-</b>	<b>2,842,642</b>
<b>Reserves:</b>									
<b>Deduct (current period)</b>									
Unpaid losses (include IBNR)	672,955	1,022,578	196,226	26,461	-	-	150,174	-	2,068,394
Unpaid loss adjustment expenses (includes IBNR)	67,296	102,258	19,623	2,646	-	-	15,017	-	206,839
Operating expenses	1,057,507	-	-	-	-	-	-	-	1,057,507
Unearned premiums	15,597,611	-	-	-	-	-	-	-	15,597,611
Premium taxes	(321,734)	-	-	-	-	-	-	-	(321,734)
<b>Add (prior period)</b>									
Unpaid losses (include IBNR)	535,902	1,609,772	694,780	95,957	-	10,750	148,887	-	3,096,048
Unpaid loss adjustment expenses (includes IBNR)	53,590	160,977	69,478	9,596	-	1,075	14,889	-	309,605
Operating expenses	2,122,860	-	-	-	-	-	-	-	2,122,860
Unearned premiums	13,729,489	760,095	-	-	-	-	-	-	14,489,584
Premium taxes	13,855	-	-	-	-	-	-	-	13,855
<b>Net reserve change</b>	<b>(617,938)</b>	<b>1,406,008</b>	<b>548,409</b>	<b>76,446</b>	<b>-</b>	<b>11,825</b>	<b>(1,416)</b>	<b>-</b>	<b>1,423,334</b>
<b>Other changes:</b>									
<b>Deduct (prior period)</b>									
Interest accrued	295,301	-	-	-	-	-	-	-	295,301
Assets not admitted	(775,427)	-	-	-	-	-	-	-	(775,427)
<b>Add (current period)</b>									
Interest accrued	337,807	-	-	-	-	-	-	-	337,807
Assets not admitted	(748,819)	-	-	-	-	-	-	-	(748,819)
<b>Net other changes</b>	<b>504,922</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>504,922</b>
<b>Change in retained surplus increase (decrease)</b>	<b>570,830</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>570,830</b>
<b>Change in members' equity increase (decrease)</b>	<b>\$ 3,200,520</b>	<b>\$ 1,190,218</b>	<b>\$ (113,144)</b>	<b>\$ 12,631</b>	<b>\$ -</b>	<b>\$ 11,825</b>	<b>\$ (101,982)</b>	<b>\$ -</b>	<b>4,200,068</b>

See Accountants' Compilation Report

**Alabama Insurance Underwriting Association**  
**Equity – Exhibit 3A – Year-to-Date**  
**Quarter Ended October 31, 2022**

Year-to-Date 11/01/2021 - 10/31/2022

Description	Policy Year												Total	
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011		
<b>Income received:</b>														
Premiums written	\$ 28,452,099	\$ (403,113)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	28,048,986
Reinsurance premium ceded, net	(12,097,252)	-	-	-	-	-	-	-	-	-	-	-	-	(12,097,252)
Net premiums written	16,354,847	(403,113)	-	-	-	-	-	-	-	-	-	-	-	15,951,734
Interest received	1,270,811	267,505	-	-	-	-	-	-	-	-	-	-	-	1,538,316
Realized gains	27,911	-	-	-	-	-	-	-	-	-	-	-	-	27,911
Other income	(197)	-	-	-	-	-	-	-	-	-	-	-	-	(197)
Service & agency fees	554,065	-	-	-	-	-	-	-	-	-	-	-	-	554,065
Total income	18,207,437	(135,608)	-	-	-	-	-	-	-	-	-	-	-	18,071,829
<b>Expenses paid:</b>														
Losses	984,962	1,884,249	1,561,644	110,579	-	-	22,745	-	-	-	-	-	-	4,564,179
Loss adjustment expenses	129,278	253,870	839,788	118,809	-	-	111,958	-	-	-	-	-	-	1,453,703
Commissions	2,211,593	-	-	-	-	-	-	-	-	-	-	-	-	2,211,593
Operating expenses	3,640,579	-	-	-	-	-	-	-	-	-	-	-	-	3,640,579
Premium taxes	1,224,399	-	-	-	-	-	-	-	-	-	-	-	-	1,224,399
Total expenses paid	8,190,811	2,138,119	2,401,433	229,388	-	-	134,703	-	-	-	-	-	-	13,094,453
Net cash change	10,016,626	(2,273,727)	(2,401,433)	(229,388)	-	-	(134,703)	-	-	-	-	-	-	4,977,376
<b>Reserves:</b>														
<b>Deduct (current period)</b>														
Unpaid losses (include IBNR)	672,955	1,022,578	196,226	26,461	-	-	150,174	-	-	-	-	-	-	2,068,394
Unpaid loss adjustment expenses (includes IBNR)	67,296	102,258	19,623	2,646	-	-	15,017	-	-	-	-	-	-	206,839
Operating expenses	1,057,507	-	-	-	-	-	-	-	-	-	-	-	-	1,057,507
Unearned premiums	15,597,611	-	-	-	-	-	-	-	-	-	-	-	-	15,597,611
Premium taxes	(321,734)	-	-	-	-	-	-	-	-	-	-	-	-	(321,734)
<b>Add (prior period)</b>														
Unpaid losses (include IBNR)	-	584,056	4,292,861	73,636	-	-	146,436	-	-	-	-	-	-	5,096,989
Unpaid loss adjustment expenses (includes IBNR)	-	58,406	429,286	7,364	-	-	14,644	-	-	-	-	-	-	509,699
Operating expenses	-	1,014,930	-	-	-	-	-	-	-	-	-	-	-	1,014,930
Unearned premiums	-	12,956,855	-	-	-	-	-	-	-	-	-	-	-	12,956,855
Premium taxes	-	(8,936)	-	-	-	-	-	-	-	-	-	-	-	(8,936)
Net reserve change	(17,073,635)	13,480,475	4,506,299	51,893	-	-	(4,112)	-	-	-	-	-	-	960,920
<b>Other changes:</b>														
<b>Deduct (prior period)</b>														
Interest accrued	-	267,505	-	-	-	-	-	-	-	-	-	-	-	267,505
Assets not admitted	-	(740,833)	-	-	-	-	-	-	-	-	-	-	-	(740,833)
<b>Add (current period)</b>														
Interest accrued	337,807	-	-	-	-	-	-	-	-	-	-	-	-	337,807
Assets not admitted	(748,819)	-	-	-	-	-	-	-	-	-	-	-	-	(748,819)
Net other changes	24,796	473,328	-	-	-	-	-	-	-	-	-	-	-	498,124
Change in retained surplus increase (decrease)	1,506,078	-	-	-	-	-	-	-	-	-	-	-	-	1,506,078
Change in members' equity increase (decrease)	\$ (8,538,290)	\$ 11,680,076	\$ 2,104,866	\$ (177,496)	\$ -	\$ -	\$ (138,815)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,930,341

See Accountants' Compilation Report

**Alabama Insurance Underwriting Association**  
**Members' Equity for Unsettled Years – Exhibit 3B**  
**Inception to Quarter Ended October 31, 2022**

Description	Policy Year													Total
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011		
<b>Income received:</b>														
Premiums written	\$ 28,452,099	\$ 23,354,264	\$ 22,159,986	\$ 24,048,656	\$ 26,519,831	\$ 28,516,140	\$ 33,302,116	\$ 41,433,339	\$ 43,985,195	\$ 45,411,235	\$ 45,970,663	\$ 45,112,079	\$ 408,265,603	
Reinsurance premiums ceded, net	(12,097,252)	(11,351,004)	(11,294,078)	(10,776,423)	(13,697,827)	(16,154,849)	(20,967,799)	(23,792,537)	(21,527,994)	(20,720,834)	(19,201,996)	(17,994,845)	(199,577,438)	
Net premiums written	16,354,847	12,003,260	10,865,908	13,272,233	12,822,004	12,361,291	12,334,317	17,640,802	22,457,201	24,690,401	26,768,667	27,117,234	208,688,165	
Interest received	1,270,811	1,531,772	1,936,794	2,419,573	1,851,667	702,154	370,455	322,544	348,507	326,657	95,204	40,332	11,216,470	
Realized gains (losses)	27,911	(6,726)	89,495	4,852	(22,930)	(57)	-	-	-	-	(34,522)	-	58,023	
Other income	(197)	(514)	(2,650)	(74)	87	188	43	12	43	-	8	1,070	(1,984)	
Service & agency fees	554,065	503,109	479,890	519,124	597,930	677,515	774,325	899,270	906,565	778,125	674,460	608,415	7,972,793	
Gain (loss) on sale of non admitted asset	-	-	-	19,632	-	(15,624)	(22,707)	-	-	-	-	-	(18,699)	
<b>Total income</b>	<b>18,207,437</b>	<b>14,030,901</b>	<b>13,369,437</b>	<b>16,235,340</b>	<b>15,248,758</b>	<b>13,725,467</b>	<b>13,456,433</b>	<b>18,862,628</b>	<b>23,712,316</b>	<b>25,795,183</b>	<b>27,503,817</b>	<b>27,767,051</b>	<b>227,914,768</b>	
<b>Expenses paid:</b>														
Losses	984,962	3,000,529	25,435,166	5,962,711	2,791,289	3,708,868	4,590,416	4,441,652	3,193,725	3,415,822	3,264,442	1,326,634	62,116,216	
Loss adjustment expenses	129,278	483,513	6,232,112	1,273,157	546,087	724,490	955,579	589,817	584,334	579,876	400,849	230,657	12,729,749	
Commissions	2,211,593	1,758,862	1,814,102	1,939,744	2,113,498	2,280,054	2,662,350	3,306,873	3,511,240	3,626,442	3,677,749	3,629,595	32,532,102	
Operating expenses	3,640,548	2,745,244	3,367,800	3,626,607	3,803,157	4,032,808	3,568,090	3,464,989	3,340,955	3,009,063	2,734,196	2,524,526	39,857,983	
Contributions and grants	-	-	-	-	-	-	-	-	-	55,777	17,189	10,477	83,443	
Premium taxes	1,224,399	621,796	938,377	853,759	943,130	994,127	1,175,372	1,461,184	1,556,033	1,597,766	1,624,906	1,587,348	14,578,197	
<b>Total expenses paid</b>	<b>8,190,780</b>	<b>8,609,944</b>	<b>37,787,558</b>	<b>13,655,978</b>	<b>10,197,161</b>	<b>11,740,347</b>	<b>12,951,807</b>	<b>13,264,515</b>	<b>12,186,287</b>	<b>12,284,746</b>	<b>11,719,331</b>	<b>9,309,237</b>	<b>161,897,691</b>	
<b>Net cash change</b>	<b>10,016,657</b>	<b>5,420,957</b>	<b>(24,418,121)</b>	<b>2,579,362</b>	<b>5,051,597</b>	<b>1,985,120</b>	<b>504,626</b>	<b>5,598,113</b>	<b>11,526,029</b>	<b>13,510,437</b>	<b>15,784,486</b>	<b>18,457,814</b>	<b>66,017,077</b>	
<b>Reserves:</b>														
<b>Deduct (current period)</b>														
Unpaid losses (include IBNR)	672,955	1,022,578	196,226	26,461	-	-	150,174	-	-	-	-	-	2,068,394	
Unpaid loss adjustment expenses (includes IBNR)	67,296	102,258	19,623	2,646	-	-	15,017	-	-	-	-	-	206,839	
Operating expenses	1,057,507	-	-	-	-	-	-	-	-	-	-	-	1,057,507	
Unearned premiums	15,597,611	-	-	-	-	-	-	-	-	-	-	-	15,597,611	
Premium taxes	(321,734)	-	-	-	-	-	-	-	-	-	-	-	(321,734)	
<b>Total reserves</b>	<b>17,073,635</b>	<b>1,124,836</b>	<b>215,849</b>	<b>29,107</b>	<b>-</b>	<b>-</b>	<b>165,191</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,608,617</b>	
<b>Other changes:</b>														
<b>Add (deduct)</b>														
Minimum pension liability	435,808	178,029	(346,436)	(316,836)	276,179	(38,931)	(161,212)	14,335	(299,507)	115,466	(127,279)	(36,991)	(307,375)	
Interest accrued	337,807	-	-	-	-	-	-	-	-	-	-	-	337,807	
Assets not admitted	(748,819)	-	-	-	-	-	-	-	-	-	-	-	(748,819)	
Retained surplus	(1,506,078)	(1,334,915)	(1,826,445)	(2,226,865)	(1,642,342)	(566,470)	(345,818)	(288,216)	(319,649)	(228,232)	-	-	(10,285,030)	
<b>Total other changes</b>	<b>(1,481,282)</b>	<b>(1,156,886)</b>	<b>(2,172,881)</b>	<b>(2,543,701)</b>	<b>(1,366,163)</b>	<b>(605,401)</b>	<b>(507,030)</b>	<b>(273,881)</b>	<b>(619,156)</b>	<b>(112,766)</b>	<b>(127,279)</b>	<b>(36,991)</b>	<b>(11,003,417)</b>	
<b>Assessments or (distributions)</b>	<b>-</b>	<b>-</b>	<b>30,325,143</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30,325,143</b>	
<b>Members' Equity (deficit)</b>	<b>\$ (8,538,259)</b>	<b>\$ 3,139,235</b>	<b>\$ 3,518,293</b>	<b>\$ 6,554</b>	<b>\$ 3,685,434</b>	<b>\$ 1,379,719</b>	<b>\$ (167,595)</b>	<b>\$ 5,324,232</b>	<b>\$ 10,906,873</b>	<b>\$ 13,397,671</b>	<b>\$ 15,657,207</b>	<b>\$ 18,420,823</b>	<b>\$ 66,730,186</b>	

**Notes:**

October 31, 2010 and prior plan years have been closed.  
This schedule has been restated as of July 2023 to net ceded reinsurance premium. There was no effect on total equity.



**Alabama Insurance Underwriting Association**  
**Retained Surplus – Exhibit 3C**  
**Inception to Quarter Ended October 31, 2022**

Description	Policy Year												Total
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	
<b>Income received:</b>													
Interest received	\$ 1,270,811	\$ 1,531,772	\$ 1,936,794	\$ 2,419,573	\$ 1,851,667	\$ 702,154	\$ 370,455	\$ 322,544	\$ 348,507	\$ 326,657	\$ 95,204	\$ 40,332	\$ 11,216,470
Realized gains (losses)	27,911	(6,726)	89,495	4,852	(22,930)	(57)	-	-	-	-	(34,521)	-	58,024
Total income	1,298,722	1,525,046	2,026,289	2,424,425	1,828,737	702,097	370,455	322,544	348,507	326,657	60,683	40,332	11,274,494
<b>Expenses paid:</b>													
Operating expenses	130,451	190,131	199,844	197,560	186,395	135,627	24,637	34,328	28,858	42,648	43,494	29,855	1,243,828
Contributions and grants	-	-	-	-	-	-	-	-	-	55,777	17,189	10,477	83,443
Total expenses paid	130,451	190,131	199,844	197,560	186,395	135,627	24,637	34,328	28,858	98,425	60,683	40,332	1,327,271
Net cash change	1,168,271	1,334,915	1,826,445	2,226,865	1,642,342	566,470	345,818	288,216	319,649	228,232	-	-	9,947,223
<b>Reserves:</b>													
<b>Deduct (current period)</b>													
Contributions and grants	-	-	-	-	-	-	-	-	-	-	-	-	-
Total reserves	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Other changes:</b>													
<b>Add (deduct)</b>													
Interest accrued	337,807	-	-	-	-	-	-	-	-	-	-	-	337,807
Total other changes	337,807	-	-	-	-	-	-	-	-	-	-	-	337,807
Net income retained	-	-	-	-	-	-	-	-	-	-	-	-	-
Retained surplus	\$ 1,506,078	\$ 1,334,915	\$ 1,826,445	\$ 2,226,865	\$ 1,642,342	\$ 566,470	\$ 345,818	\$ 288,216	\$ 319,649	\$ 228,232	\$ -	\$ -	\$ 10,285,030

**Notes:**  
October 31, 2010 and prior plan years: No amounts have been retained for these plan years.  
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.

**Alabama Insurance Underwriting Association**  
**Statistical Report of Premiums – Exhibit 4A - Quarterly**  
**Quarter Ended October 31, 2022**

Quarterly 8/01/2022 - 10/31/2022

Description	Policy Year											Total
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2006 to 2012	
<b>Premiums written:</b>												
Fire	\$ 213,251	\$ 10,315	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 223,566
E.C. & VMM	7,804,112	72,616	-	-	-	-	-	-	-	-	-	7,876,728
Reinsurance premium ceded	(1,093,669)	-	-	-	-	-	-	-	-	-	-	(1,093,669)
<b>Total</b>	<b>6,923,694</b>	<b>82,931</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,006,625</b>
<b>Unearned premiums:</b>												
<b>(Prior period)</b>												
Fire	393,208	32,172	-	-	-	-	-	-	-	-	-	425,380
E.C. & VMM	13,336,281	727,923	-	-	-	-	-	-	-	-	-	14,064,204
<b>Total</b>	<b>13,729,489</b>	<b>760,095</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,489,584</b>
<b>Unearned premiums:</b>												
<b>(Current period)</b>												
Fire	425,598	-	-	-	-	-	-	-	-	-	-	425,598
E.C. & VMM	15,172,013	-	-	-	-	-	-	-	-	-	-	15,172,013
<b>Total</b>	<b>15,597,611</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,597,611</b>
<b>Earned premiums:</b>												
Fire	180,861	42,487	-	-	-	-	-	-	-	-	-	223,348
E.C. & VMM	5,968,380	800,539	-	-	-	-	-	-	-	-	-	6,768,919
Reinsurance earned ceded	(1,093,669)	-	-	-	-	-	-	-	-	-	-	(1,093,669)
<b>Total</b>	<b>\$ 5,055,572</b>	<b>\$ 843,026</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,898,598</b>

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**Alabama Insurance Underwriting Association**  
**Statistical Report of Premiums – Exhibit 4A – Year-to-Date**  
**Quarter Ended October 31, 2022**

Year-to-Date 11/01/2021 - 10/31/2022

Description	Policy Year											Total
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2006 to 2012	
<b>Premiums written:</b>												
Fire	\$ 832,103	\$ 26,443	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 858,546
E.C. & VMM	27,619,996	(429,556)	\$ -	-	-	-	-	-	-	-	-	27,190,440
Reinsurance premium ceded	(12,097,252)	-	\$ -	-	-	-	-	-	-	-	-	(12,097,252)
<b>Total</b>	<b>16,354,847</b>	<b>(403,113)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,951,734</b>
<b>Unearned premiums:</b>												
<b>(Prior period)</b>												
Fire	-	520,593	-	-	-	-	-	-	-	-	-	520,593
E.C. & VMM	-	12,436,262	-	-	-	-	-	-	-	-	-	12,436,262
<b>Total</b>	<b>-</b>	<b>12,956,855</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,956,855</b>
<b>Unearned premiums:</b>												
<b>(Current period)</b>												
Fire	425,598	-	-	-	-	-	-	-	-	-	-	425,598
E.C. & VMM	15,172,013	-	-	-	-	-	-	-	-	-	-	15,172,013
<b>Total</b>	<b>15,597,611</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,597,611</b>
<b>Earned premiums:</b>												
Fire	406,505	547,036	-	-	-	-	-	-	-	-	-	953,541
E.C. & VMM	12,447,983	12,006,706	-	-	-	-	-	-	-	-	-	24,454,689
Reinsurance earned ceded	(12,097,252)	-	-	-	-	-	-	-	-	-	-	(12,097,252)
<b>Total</b>	<b>\$ 757,236</b>	<b>\$ 12,553,742</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 13,310,978</b>

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## Alabama Insurance Underwriting Association Statistical Report of Losses – Exhibit 4B - Quarterly Quarter Ended October 31, 2022

Quarterly 8/01/2022 - 10/31/2022

Description	Policy Year										Total	
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013		2006 to 2012
<b>Paid losses:</b>												
Fire	\$ 170,290	\$ 15,527	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 185,817
E.C. & VMM	334,646	246,888	501,169	32,838	-	-	22,745	-	-	-	-	1,138,286
Reinsurance losses ceded	-	(2,478)	-	-	-	-	-	-	-	-	-	(2,478)
<b>Total</b>	<b>504,936</b>	<b>259,937</b>	<b>501,169</b>	<b>32,838</b>	<b>-</b>	<b>-</b>	<b>22,745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,321,625</b>
<b>Outstanding losses (Current period)*</b>												
Fire	190,400	11,923	-	-	-	-	150,578	-	-	-	-	352,901
E.C. & VMM	482,555	1,010,655	196,226	26,461	-	-	7,500	-	-	-	-	1,723,397
Reinsurance losses ceded	-	-	-	-	-	-	(7,904)	-	-	-	-	(7,904)
<b>Total</b>	<b>672,955</b>	<b>1,022,578</b>	<b>196,226</b>	<b>26,461</b>	<b>-</b>	<b>-</b>	<b>150,174</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,068,394</b>
<b>Outstanding losses (Prior period)*</b>												
Fire	29,102	28,193	-	-	-	-	149,223	-	-	-	-	206,518
E.C. & VMM	506,800	1,581,579	694,780	95,957	-	10,750	7,500	-	-	-	-	2,897,366
Reinsurance losses ceded	-	-	-	-	-	-	(7,836)	-	-	-	-	(7,836)
<b>Total</b>	<b>535,902</b>	<b>1,609,772</b>	<b>694,780</b>	<b>95,957</b>	<b>-</b>	<b>10,750</b>	<b>148,887</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,096,048</b>
<b>Incurred losses:</b>												
Fire	331,588	(743)	-	-	-	-	1,355	-	-	-	-	332,200
E.C. & VMM	310,401	(324,036)	2,615	(36,658)	-	(10,750)	22,745	-	-	-	-	(35,683)
Reinsurance losses ceded	-	(2,478)	-	-	-	-	(68)	-	-	-	-	(2,546)
<b>Total</b>	<b>641,989</b>	<b>(327,257)</b>	<b>2,615</b>	<b>(36,658)</b>	<b>-</b>	<b>(10,750)</b>	<b>24,032</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>293,971</b>
<b>IBNR (current period)</b>												
Fire	158,606	-	-	-	-	-	-	-	-	-	-	158,606
E.C. & VMM	348,672	947,595	-	-	-	-	-	-	-	-	-	1,296,267
Reinsurance losses ceded	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>507,278</b>	<b>947,595</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,454,873</b>
<b>IBNR (prior period)</b>												
Fire	12,377	5,189	-	-	-	-	-	-	-	-	-	17,566
E.C. & VMM	396,318	1,448,609	-	-	-	-	-	-	-	-	-	1,844,927
Reinsurance losses ceded	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ 408,695</b>	<b>\$ 1,453,798</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,862,493</b>

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## Alabama Insurance Underwriting Association Statistical Report of Losses – Exhibit 4B – Year-to-Date Quarter Ended October 31, 2022

Description	Year-to-Date 11/01/2021 - 10/31/2022											Total
	Policy Year											
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2006 to 2012	
<b>Paid losses:</b>												
Fire	\$ 367,429	\$ 256,020	\$ 581	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 624,030
E.C. & VMM	617,533	1,632,224	1,561,063	110,579	-	-	22,745	-	-	-	-	3,944,144
Reinsurance losses ceded	-	(3,995)	-	-	-	-	-	-	-	-	-	(3,995)
<b>Total</b>	<b>984,962</b>	<b>1,884,249</b>	<b>1,561,644</b>	<b>110,579</b>	<b>-</b>	<b>-</b>	<b>22,745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,564,179</b>
<b>Outstanding losses (Current period)*</b>												
Fire	190,400	11,923	-	-	-	-	150,578	-	-	-	-	352,901
E.C. & VMM	482,555	1,010,655	196,226	26,461	-	-	7,500	-	-	-	-	1,723,397
Reinsurance losses ceded	-	-	-	-	-	-	(7,904)	-	-	-	-	(7,904)
<b>Total</b>	<b>672,955</b>	<b>1,022,578</b>	<b>196,226</b>	<b>26,461</b>	<b>-</b>	<b>-</b>	<b>150,174</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,068,394</b>
<b>Outstanding losses (Prior period)*</b>												
Fire	-	-	43,798	-	-	-	146,643	-	-	-	-	190,441
E.C. & VMM	-	584,056	4,249,063	73,636	-	-	7,500	-	-	-	-	4,914,255
Reinsurance losses ceded	-	-	-	-	-	-	(7,707)	-	-	-	-	(7,707)
<b>Total</b>	<b>-</b>	<b>584,056</b>	<b>4,292,861</b>	<b>73,636</b>	<b>-</b>	<b>-</b>	<b>146,436</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,096,989</b>
<b>Incurred losses:</b>												
Fire	557,829	267,943.46	(43,217)	-	-	-	3,935	-	-	-	-	786,490
E.C. & VMM	1,100,088	2,058,823	(2,491,774)	63,404	-	-	22,745	-	-	-	-	753,286
Reinsurance losses ceded	-	(3,995)	-	-	-	-	(197)	-	-	-	-	(4,192)
<b>Total</b>	<b>1,657,917</b>	<b>2,322,771</b>	<b>(2,534,991)</b>	<b>63,404</b>	<b>-</b>	<b>-</b>	<b>26,483</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,535,584</b>
<b>IBNR (current period)</b>												
Fire	158,606	-	-	-	-	-	-	-	-	-	-	158,606
E.C. & VMM	348,672	947,595	-	-	-	-	-	-	-	-	-	1,296,267
Reinsurance losses ceded	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>507,278</b>	<b>947,595</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,454,873</b>
<b>IBNR (prior period)</b>												
Fire	-	-	20,234	-	-	-	-	-	-	-	-	20,234
E.C. & VMM	-	455,031	3,650,243	-	-	-	-	-	-	-	-	4,105,274
Reinsurance losses ceded	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ -</b>	<b>\$ 455,031</b>	<b>\$ 3,670,477</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,125,508</b>

\*Includes IBNR

**Alabama Insurance Underwriting Association**  
**Statistical Report of Loss Adjustment Expenses – Exhibit 4C - Quarterly**  
**Quarter Ended October 31, 2022**

Quarterly 8/01/2022 - 10/31/2022												
Policy Year												
Description	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2006 to 2012	Total
<b>Loss expenses paid:</b>												
Fire	\$ 7,032	\$ 2,160	\$ -	\$ -	\$ -	\$ -	\$ 77,821	\$ -	\$ -	\$ -	\$ -	\$ 87,013
E.C. & VMM	58,496	36,624	160,384	30,977	-	-	-	-	-	-	-	286,481
Reinsurance loss expenses ceded	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>65,528</b>	<b>38,784</b>	<b>160,384</b>	<b>30,977</b>	<b>-</b>	<b>-</b>	<b>77,821</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>373,494</b>
<b>Unpaid loss expenses</b>												
<b>(Current period)*</b>												
Fire	19,040	1,192	-	-	-	-	15,058	-	-	-	-	35,290
E.C. & VMM	48,256	101,066	19,623	2,646	-	-	750	-	-	-	-	172,340
Reinsurance loss expenses ceded	-	-	-	-	-	-	(790)	-	-	-	-	(790)
<b>Total</b>	<b>67,296</b>	<b>102,258</b>	<b>19,623</b>	<b>2,646</b>	<b>-</b>	<b>-</b>	<b>15,017</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>206,839</b>
<b>Unpaid loss expenses</b>												
<b>(Prior period)*</b>												
Fire	2,910	2,819	-	-	-	-	14,922	-	-	-	-	20,652
E.C. & VMM	50,680	158,158	69,478	9,596	-	1,075	750	-	-	-	-	289,737
Reinsurance loss expenses ceded	-	-	-	-	-	-	(784)	-	-	-	-	(784)
<b>Total</b>	<b>53,590</b>	<b>160,977</b>	<b>69,478</b>	<b>9,596</b>	<b>-</b>	<b>1,075</b>	<b>14,889</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>309,605</b>
<b>Incurred loss expenses:</b>												
Fire	23,162	533	-	-	-	-	77,957	-	-	-	-	101,651
E.C. & VMM	56,072	(20,468)	110,529	24,027	-	(1,075)	-	-	-	-	-	169,084
Reinsurance loss expenses ceded	-	-	-	-	-	-	(7)	-	-	-	-	(7)
<b>Total</b>	<b>\$ 79,233</b>	<b>\$ (19,935)</b>	<b>\$ 110,529</b>	<b>\$ 24,027</b>	<b>\$ -</b>	<b>\$ (1,075)</b>	<b>\$ 77,950</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 270,729</b>

\*Includes IBNR

See Accountants' Compilation Report

**Alabama Insurance Underwriting Association**  
**Statistical Report of Loss Adjustment Expenses – Exhibit 4C – Year-to-Date**  
**Quarter Ended October 31, 2022**

Description	Year-to-Date 11/01/2021 - 10/31/2022											Total
	Policy Year											
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2006 to 2012	
<b>Loss expenses paid:</b>												
Fire	\$ 21,259	\$ 15,236	\$ -	\$ -	\$ -	\$ -	\$ 111,958	\$ -	\$ -	\$ -	\$ -	\$ 148,452
E.C. & VMM	108,019	238,634	839,788	118,809	-	-	-	-	-	-	-	1,305,251
Reinsurance loss expenses ceded	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>129,278</b>	<b>253,870</b>	<b>839,788</b>	<b>118,809</b>	<b>-</b>	<b>-</b>	<b>111,958</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,453,703</b>
<b>Unpaid loss expenses</b>												
<b>(Current period)*</b>												
Fire	19,040	1,192	-	-	-	-	15,058	-	-	-	-	35,290
E.C. & VMM	48,256	101,066	19,623	2,646	-	-	750	-	-	-	-	172,340
Reinsurance loss expenses ceded	-	-	-	-	-	-	(790)	-	-	-	-	(790)
<b>Total</b>	<b>67,296</b>	<b>102,258</b>	<b>19,623</b>	<b>2,646</b>	<b>-</b>	<b>-</b>	<b>15,017</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>206,839</b>
<b>Unpaid loss expenses</b>												
<b>(Prior period)*</b>												
Fire	-	-	4,380	-	-	-	14,664	-	-	-	-	19,044
E.C. & VMM	-	58,406	424,906	7,364	-	-	750	-	-	-	-	491,426
Reinsurance loss expenses ceded	-	-	-	-	-	-	(771)	-	-	-	-	(771)
<b>Total</b>	<b>-</b>	<b>58,406</b>	<b>429,286</b>	<b>7,364</b>	<b>-</b>	<b>-</b>	<b>14,644</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>509,699</b>
<b>Incurred loss expenses:</b>												
Fire	40,299	16,427.90	(4,380)	-	-	-	112,351	-	-	-	-	164,698
E.C. & VMM	156,275	281,294	434,505	114,092	-	-	-	-	-	-	-	986,165
Reinsurance loss expenses ceded	-	-	-	-	-	-	(20)	-	-	-	-	(20)
<b>Total</b>	<b>\$ 196,573</b>	<b>\$ 297,722</b>	<b>\$ 430,125</b>	<b>\$ 114,092</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 112,332</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,150,843</b>

\*Includes IBNR

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**Alabama Insurance Underwriting Association**  
**Statistical Report of Catastrophe Losses – Exhibit 5 – Year-to-Date**  
**Quarter Ended October 31, 2022**

Cumulative-to-Date 8/01/2020 - 10/31/2022

Policy Year	Catastrophe	Date of Loss	Losses				Allocated and Unallocated Loss Adjustment Expenses		
			Outstanding	Paid	Subrogation	Total	Outstanding	Paid	Total
2019	Hurricane Sally	9/16/2020	\$ 87,326	\$ 2,630,835	\$ -	\$ 2,718,161	\$ 8,630	\$ 734,136	\$ 742,766
2020	Hurricane Sally	9/16/2020	604,940	19,623,144	-	20,228,084	14,591	4,824,613	4,839,204
2019	Hurricane Zeta	10/28/2020	-	44,618	-	44,618	-	9,184	9,184
2020	Hurricane Zeta	10/28/2020	55,128	3,119,276	-	3,174,404	1,320	1,016,607	1,017,927
2020	Hurricane Ida	8/28/2021	-	44,542	-	44,542	-	10,022	10,022
2021	Hurricane Ida	8/28/2021	4,206	80,941	-	85,147	203	249,639	249,842
Total			\$ 751,600	\$ 25,543,356	\$ -	\$ 26,294,956	\$ 24,744	\$ 6,844,201	\$ 6,868,945

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