

ANNUAL STATEMENT

RECEIVED

MAR 03 2017

OFFICE OF RISK
ASSESSMENT

For the Year Ended

December 31 , 2016

OF THE CONDITION AND AFFAIRS OF THE

Mennonite Mutual Aid Society

ORGANIZED UNDER THE LAWS OF THE STATE OF OHIO

Made to the

INSURANCE COMMISSIONER OF THE STATE OF OHIO

Pursuant to the Laws thereof

RECEIVED

MAR 03 2017

BY

OH

NAIC Company Code

10279

Home Office

1000 South Main Street

Street and Number

Orrville

City

44667

Zip Code

Mail Address

PO Box 300

Street and Number

Orrville

City

44667

Zip Code

OH

Main Administrative Office

(330) 682-2986

Telephone Number

Organized

April 10, 1907

Commenced Business

June 5, 1905

Annual Statement Contact Person

Ric Hochstetler

Telephone Number

330-684-4118

Contact Person Email Address

rhochstetler@mennonitemutual.com

OFFICERS

President

Christopher J Blough

Vice President

Secretary

George Bixler, Jr

Treasurer

George Bixler, Jr

DIRECTORS

(ALL DIRECTORS MUST BE SHOWN)

Robert Eugene Aschilman

Morris Stutzman

George Bixler, Jr

Craig Thomas Mercer

Paul Bontrager

Donald Dravenstott

David Luther Lehman

Tyson L Stuckey

State of Ohio

County of

Wayne

David Luther Lehman

President and

George Bixler, Jr

Secretary of the

Mennonite Mutual Aid Society

, being duly sworn each for himself/herself deposes and says, that they are the above described officers of said reporting entity, and that on the reporting period stated above all the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, with the schedules and explanations herein contained, annexed or referred to, is a full and correct statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, according to the best of their information, knowledge and belief, respectively.

Subscribed and sworn to before me, this 27

day of February 20 17

Notary Public

MELANIE J. ALGER

Notary Public, State of Ohio

My Commission Expires April 18, 2021

President

Secretary

Signature of Person Preparing Statement

ASSETS

		Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1	Bonds (Schedule D - Part 1)	0.00	0.00	0.00	0.00
2	Preferred stocks, common stocks and mutual funds (Schedule D - Part 2)	29,641.87	13,456.61	16,185.26	14,709.07
3	Real estate (less liens, encumbrances) (Schedule A)	192,200.64	127,459.61	64,741.03	58,836.48
4	Cash (Schedule E)	325,086.24	0.00	325,086.24	247,176.18
5	Short-term investments		0.00	0.00	0.00
6	Aggregate write-ins for invested assets		0.00	0.00	
7	Subtotals, cash and invested assets	546,928.75	140,916.22	406,012.53	320,721.73
8	Investment income due and accrued		0.00	0.00	0.00
9.1	Assessments or premiums in the course of collection (including agents balances)	39,852.00	0.00	39,852.00	37,908.00
9.2	Deferred premiums, agents' balances and installments booked but deferred and not yet due		0.00	0.00	0.00
9.3	Earned but unbilled premiums (post assessment)		0.00	0.00	0.00
10.1	Amounts recoverable from reinsurers		0.00	0.00	0.00
10.2	Funds held by or deposited with reinsured companies		0.00	0.00	0.00
11.1	Current federal income tax recoverable and interest thereon		0.00	0.00	0.00
11.2	Net deferred tax asset		0.00	0.00	0.00
12	Electronic data processing equipment and software		0.00	0.00	0.00
13	Furniture and equipment		0.00	0.00	0.00
14	Receivables from parent, subsidiaries and affiliates	60,629.50	0.00	60,629.50	75,517.26
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00	0.00
16	Total Assets	647,410.25	140,916.22	506,494.03	434,146.99
	Details of Write-Ins for Assets:				
1501				0.00	
1502				0.00	
1503				0.00	
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00	0.00

ANNUAL STATEMENT FOR THE YEAR
Mennonite Mutual Aid Society

2016

LIABILITIES, SURPLUS AND OTHER FUNDS

		Current Year	Prior Year
1	Unpaid Losses (Underwriting Exhibit - Part 2A)	0.00	0.00
2	Unpaid loss adjustment expenses (Underwriting Exhibit - Part 2A)	0.00	0.00
3	Commissions due and payable to agents		
4	Other expenses (excluding taxes, licenses and fees)	11,097.36	10,680.87
5	Taxes, licenses and fees (excluding federal income taxes)		
6	Current federal income taxes (including \$0 on realized capital gains (losses))		
7	Net deferred tax liability		
8	Borrowed money and interest thereon		
9	Unearned assessment/premium reserve	34,488.00	34,122.00
10	Advance premium		
11	Ceded reinsurance premiums payable	28,252.18	44,476.37
12	Funds held by company under reinsurance treaties		
13	Amounts withheld or retained by company for account of others	3,345.72	1,620.18
14	Provision for unauthorized reinsurance		
15	Payable to parent, subsidiaries and affiliates		
16	Aggregate write-ins for liabilities	0.00	0.00
17	Total liabilities	77,183.26	90,899.42
18	Surplus as regards policyholders	429,310.77	343,247.57
19	Total liabilities and surplus	506,494.03	434,146.99
	Details of Write-Ins for Liabilities:		
1601			
1602			
1603			
1698	Summary or remaining write-ins from overflow page	0.00	0.00
1699	Total aggregate write-ins	0.00	0.00

ANNUAL STATEMENT FOR THE YEAR

2016

Mennonite Mutual Aid Society
STATEMENT OF INCOME

		Current Year	Prior Year
	UNDERWRITING INCOME		
1.1	Gross Assessments/Premiums earned	330,643.00	319,331.00
1.2	Less: Return Assessments/Premiums earned		
1.3	Direct Assessments/Premiums earned	330,643.00	319,331.00
1.4	Deduct premiums for reinsurance ceded (Reinsurance Schedule)	264,881.00	255,203.00
1.5	Add premiums received for reinsurance assumed (Reinsurance Schedule)	0.00	0.00
1.6	Net Assessments/Premiums earned	65,762.00	64,128.00
	DEDUCTIONS		
2	Losses incurred (Underwriting Exhibit - Part 2)	8,315.58	8,766.60
3	Loss expenses incurred (Expense Exhibit)	0.00	0.00
4	Other underwriting expenses incurred (Expense Exhibit)	-3,308.52	787.11
5	Aggregate write-ins for underwriting deductions	0.00	0.00
6	Total underwriting deductions	5,007.06	9,553.71
7	Net underwriting gain (loss)	60,754.94	54,574.29
	INVESTMENT INCOME		
8	Net investment income earned	8.70	6.71
9	Net realized capital gains (losses) less capital gains tax		
10	Net investment gain (loss)	8.70	6.71
	OTHER INCOME		
11	Net gain (loss) from agents' or premium balances charged off		
12	Finance and service charges not included in premiums		
13	Aggregate write-ins for miscellaneous income	12,000.00	12,000.00
14	Total other income	12,000.00	12,000.00
15	Net income, after capital gains tax and before federal income taxes	72,763.64	66,581.00
16	Federal income taxes incurred		
17	Net income	72,763.64	66,581.00
	SURPLUS ACCOUNT		
18	Surplus as regards policyholders, December 31 prior year	343,247.35	259,730.03
19	Net income	72,763.64	66,581.00
20	Change in net unrealized capital gains or (losses) less capital gains tax		
21	Change in net deferred income tax		
22	Change in nonadmitted assets (Exhibit of Nonadmitted Assets)	13,299.78	16,936.32
23	Change in provision for reinsurance		
24	Aggregate write-ins for gains and losses in surplus	0.00	0.00
25	Change in surplus as regards policyholders for the year	86,063.42	83,517.32
26	Surplus as regards policyholders, December 31 current year	429,310.77	343,247.35
	DETAILS OF WRITE-INS		
0501			
0502			
0503			
0599	Total Aggregate write-ins for underwriting deductions	0.00	0.00
1301	Management Fees	12,000.00	12,000.00
1302			
1303			
1304			
1399	Total Aggregate write-ins for miscellaneous income	12,000.00	12,000.00
2401			
2402			
2499	Total Aggregate write-ins for gains and losses in surplus	0.00	0.00

ANNUAL STATEMENT FOR THE YEAR

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Mennonite Mutual Aid Society**CASH FLOW STATEMENT**

		Current Year	Prior Year
Cash from Operations			
1	Premiums/Assessments collected net of reinsurance	47,980.00	45,079.00
2	Net investment income	8.70	6.71
3	Miscellaneous income		
4	Total	47,988.70	45,085.71
5	Benefit and loss related payments	9,005.58	9,109.27
6	Commissions, expenses paid and aggregate write-ins for deductions		445.00
7	Federal and foreign income taxes paid (recovered)		
8	Total	9,005.58	9,554.27
9	Net cash from operations	38,983.12	35,531.44
Cash from Investments			
10	Proceeds from investments sold, matured or repaid:		
10.1	Bonds		
10.2	Stocks		
10.3	Real estate		
10.4	Net gains (losses) on cash, cash equivalents and short- term investments		
10.5	Miscellaneous proceeds	38,926.96	50,930.60
10.6	Total investment proceeds	38,926.96	50,930.60
11	Cost of investments acquired (long-term only):		
11.1	Bonds		
11.2	Stocks		
11.3	Real estate		
11.4	Miscellaneous applications		
11.5	Total investments acquired	0.00	0.00
11.6	Net cash from investments	38,926.96	50,930.60
Cash from Financing and Miscellaneous Sources			
12.1	Borrowed funds (cash provided/applied)		
12.2	Other cash provided (applied)		
13	Net cash from financing and miscellaneous sources	0.00	0.00
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
14	Net change in cash, cash equivalents and short-term investments	77,910.08	86,462.04
15.1	Beginning of year (cash, cash equivalents and short-term investments)	247,176.16	160,714.12
15.2	End of year (cash, cash equivalents and short-term investments)	325,086.24	247,176.16

ANNUAL STATEMENT FOR THE YEAR
Mennonite Mutual Aid Society

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EXPENSE EXHIBIT

		Current Year
1.1	Claim Adjusting: Direct	3,449.26
1.2	Reinsurance assumed	
1.3	Reinsurance ceded excluding contingent (commission and brokerage)	2,759.29
1.4	Net claim adjusting	689.97
2.1	Commission and Brokerage: Direct commission and brokerage	40,684.56
2.2	Reinsurance assumed excluding contingent	
2.3	Reinsurance ceded excluding contingent (commission and brokerage)	
2.4	Contingent - direct (commission and brokerage)	
2.5	Contingent - reinsurance assumed (commission and brokerage)	
2.6	Contingent - reinsurance ceded (commission and brokerage)	79,354.00
2.7	Policy and membership fees (commission and brokerage)	
2.8	Net commission and brokerage	(38,669.44)
3	Allowances to managers and agents	0.00
4	Advertising	120.00
5	Boards, bureaus and associations	286.00
6	Surveys and underwriting reports	
7	Audit of assureds' records	
8.1	Salary and related items: Salaries	
8.2	Payroll taxes	
9	Employee relations and welfare	
10	Insurance	740.00
11	Directors' fees	18,800.00
12	Travel and travel items	
13	Rent and rent items	
14	Equipment	0.00
15	Cost or depreciation of EDP equipment and software	5,918.84
16	Printing and stationery	
17	Postage, telephone, exchange and express	148.00
18	Legal and auditing	980.41
19	Loss adjustment expenses	
18	Investment expenses	
19	Totals	26,993.25
20.1	Taxes, licenses and fees: State and local insurance taxes	250.00
20.2	Insurance department licenses and fees	3,085.00
20.3	All other (excluding federal income and real estate)	0.00
20.4	Total taxes, licenses and fees	3,335.00
21	Real estate expenses	2,846.59
22	Real estate taxes	1,034.67
23	Aggregate write-ins for miscellaneous expenses	461.44
24	Total expenses incurred (a)	(3,308.52)
25	Less unpaid expenses - current year	
26	Add unpaid expenses - prior year	
27	Total expenses paid	(3,308.52)
Details of Write-Ins:		
2301	Misc	461.44
2302		
2303		
2304		
2305		
2399	Total Write-ins	461.44

(a) Includes management fees of \$0 to affiliates and \$0 to non-affiliates

ANNUAL STATEMENT FOR THE YEAR
Mennonite Mutual Aid Society

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INSURANCE IN FORCE

		Amount (dollars)	Number
1	In force December 31 of previous year (to equal prior year's statement)	76,756,072	312
2	Written during the year	19,051,365	96
3	Total	95,807,437	408
4	Deduct those expired and cancelled	24,531,155	110
5	In force December 31 of current year	71,276,282	298
6	Deduct amount reinsured	57,021,026	XXX
7	Net amount in force	14,255,256	XXX

UNDERWRITING EXHIBIT - PART 2
LOSSES INCURRED

1	2	3	4	5	6
				Deduct:	*
Lines of Business	Direct Losses Incurred	Losses Incurred on Reinsurance Assumed	Deduct: Reinsurance Recovered on Incurred Losses	Salvage and Subrogation Converted To Cash	Net Losses Incurred Columns 2 and 3 minus Columns 4 and 5
Fire	41,577.85		33,262.27		8,315.58
					-
					-
					-
					-
					-
					-
OVERFLOW AMOUNTS					-
Totals	\$ 41,577.85	\$ -	\$ 33,262.27	\$ -	\$ 8,315.58

* Total should equal Line 2, Page 4, Current Year.

UNDERWRITING EXHIBIT - PART 2A
UNPAID LOSSES and LOSS ADJUSTMENT EXPENSES

1	2	3	4	5	6

Lines of Business	Direct Unpaid Losses	Unpaid Losses on Reinsurance Assumed	Deduct: Reinsurance Recoverable on Unpaid Losses	** Unpaid Loss Adjustment Expenses	Net Unpaid Losses Columns 2 and 3 minus Column 4
					-
					-
					-
					-
					-
					-
					-
OVERFLOW AMOUNTS					-
Totals	\$ -	\$ -	\$ -	\$ -	\$ -

** Total should equal Line 2, Page 3, Current Year.

*** Total should equal Line 1, Page 3, Current Year.

Mennonite Mutual Aid Society

EXHIBIT OF NONADMITTED ASSETS

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1	Bonds			0.00
2	Preferred and common stocks and mutual funds	13,456.61	14,932.80	1,476.19
3	Real estate (less liens, encumbrances)	127,459.61	139,283.20	11,823.59
4	Cash			0.00
5	Short-term investments			0.00
6	Aggregate write-ins for invested assets			0.00
7	Subtotals, cash and invested assets	140,916.22	154,216.00	13,299.78
8	Investment income due and accrued			0.00
9.1	Assessments or premiums in the course of collection (including agents balances)			0.00
9.2	Premium receivable for advance pay			0.00
9.3	Earned but unbilled premiums (post assessment)			0.00
10.1	Amounts recoverable from reinsurers			0.00
10.2	Funds held by or deposited with reinsured companies			0.00
11.1	Current federal income tax recoverable and interest thereon			0.00
11.2	Net deferred tax asset			0.00
12	Electronic data processing equipment and software			0.00
13	Furniture and equipment			0.00
14	Receivables from parent, subsidiaries and affiliates			0.00
15	Aggregate write-ins for other than invested assets	0.00	0.00	0.00
16	Total Assets	140,916.22	154,216.00	13,299.78
	Details of Write-Ins for Assets:			
1501				0.00
1502				0.00
1503				0.00
1598	Summary or remaining write-ins from overflow page	0.00	0.00	0.00
1599	Total aggregate write-ins	0.00	0.00	0.00

SCHEDULE A

Showing All Real Estate OWNED December 31 of Current Year

1	2	3	4	5	6	7	8	9	10
Description of Property	Date Acquired	Name of Vendor	Actual Cost	Current Year Acquisitions or Permanent Improvements	Accumulated Depreciation	Amount of Encumbrances	Book Value End of Current Year (Col. 4+5-6-7) *	Gross Income Current Year (Real Estate)	Gross Expenses Current Year (Real Estate)
208 S Main St, Bluffton, Ohio	10/01/2005	Paul M King & Lois I King	271,194.09		78,993.45		192,200.64		
		Charitable Trust					-		
							-		
							-		
							-		
OVERFLOW AMOUNTS							-		
Totals	XXX	XXX	\$ 271,194.09	\$ -	\$ 78,993.45	\$ -	\$ 192,200.64	\$ -	\$ -

*Total to agree with Page 2, Line 3, Current Year.

FURNITURE, FIXTURES and AUTOMOBILES

Showing All Furniture, Fixtures and Automobiles OWNED December 31 of Current Year

1	2	3	4	5	6	7	8
Description	Date Acquired	Name of Vendor	Actual Cost	Current Year Acquisitions or Permanent Improvements	Accumulated Depreciation	Amount of Encumbrances	Book Value End of Current Year (Col. 4+5-6-7)
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
							-
OVERFLOW AMOUNTS							-
Totals	XXX	XXX	\$ -	\$ -	\$ -	\$ -	\$ -

REINSURANCE SCHEDULE
Reinsurance Ceded and Reinsurance Assumed

1	2	3	4	5	6	7	8
Reinsurer or Reinsured	Ceded or Assumed	Location of Company	Total Amount Reinsured	Total Premiums Ceded *	Total Premiums Assumed **	Largest Risk Ceded or Assumed	Remarks
Mennonite Mutual Insurance	Ceded	Orrville, Oh		264,881.00			
OVERFLOW AMOUNTS							
Totals	XXX	XXX	\$ -	\$ 264,881.00	\$ -	XXX	XXX

*Total to agree with Page 4, Line 1.4, Current Year.
**Total to agree with Page 4, Line 1.5, Current Year.

COMPENSATION SCHEDULE

Show all salaries, commissions, claim adjustment expenses, directors fees and expenses, and travel items paid in the current year for the top 5 officers/employees and all directors, travel or car allowances, if paid, are to be included.

1	2	3	4	5	6	7	8	9
Name of Payee	Title	Salaries	Commissions	Claim Adjustment Expenses	Directors Fees & Expenses	Travel & Travel Items	All Other	Total
Officers/Employees:								
Christopher J Blough	President				-			\$ -
George Bixler, JR	Secretary/Treasurer				3,050.00			\$ 3,050.00
								\$ -
								\$ -
								\$ -
								\$ -
Directors:								
Robert E Aschilman	Director				2,000.00			\$ 2,000.00
Paul Bontrager	Vice-Chairman of Board				2,600.00			\$ 2,600.00
Morris Stutzman	Chairman of Board				3,200.00			\$ 3,200.00
Craig Mercer	Director				2,000.00			\$ 2,000.00
Donald Dravenstott	Director				2,000.00			\$ 2,000.00
Tyson Stuckey	Director				2,000.00			\$ 2,000.00
David L Lehman	Director				1,950.00			\$ 1,950.00
								\$ -
								\$ -
								\$ -
								\$ -
								\$ -
Totals	XXXX	\$ -	\$ -	\$ -	\$ 18,800.00	\$ -	\$ -	\$ 18,800.00

GENERAL INTERROGATORIES
(Answer all questions and attach additional sheets if necessary.)

1. Company's retention: Fire \$0 Wind \$0 Other \$0

1a. Retention before reinsurance applies for: Catastrophe Reinsurance Aggregate excess of loss

2. What is the largest risk assumed and retained:

3. What kind of perils are being covered? Wind,Fire,Lightning, Extended Coverages

4. Have the by-laws been amended during the current year? Yes If so, were such amendments filed with the Ohio Department of Insurance? Yes

5. In what counties does the Company operate: Allen, Hancock, Hardin, Putnam

6. Name of Principal Officer and amount of bond. Christopher J Blough 100,000

7. Are all of the persons who handle funds of the Company bonded? Yes x No Bethany Theis 100,000
State the name and amount of each bond on each, except person named in Item 6 above. Melanie Alger 100,000

8. Does the Company have an annual audit conducted by an independent CPA? Yes

9. State the number of members holding policies in the Company. 418

10. Was an annual report of the Company made available to each policyholder? Yes If so, did such report agree with the annual statement filed with the Ohio Department of Insurance? Yes

11. State as of what date the latest examination of the Company was made by the Ohio Department of Insurance. 31-Dec

12. How many assessments were made during the year? 2 Date of last assessment 09/01/2013

13. Did the assessment provide for all losses, expenses and all other liabilities prior to the date of assessment?

14. Rate of policy fee Various

15. State the amount of borrowed money since date of last assessment 0 interest thereon 0

16. Does any person, firm, corporation or association have any claim, contingent or otherwise, against this Company which is NOT included in the liabilities on page 2 of this statement? Yes No x
If yes, give the amount, terms for payment and reasons why such were not recorded as a liability on page 2 of this statement.

2016

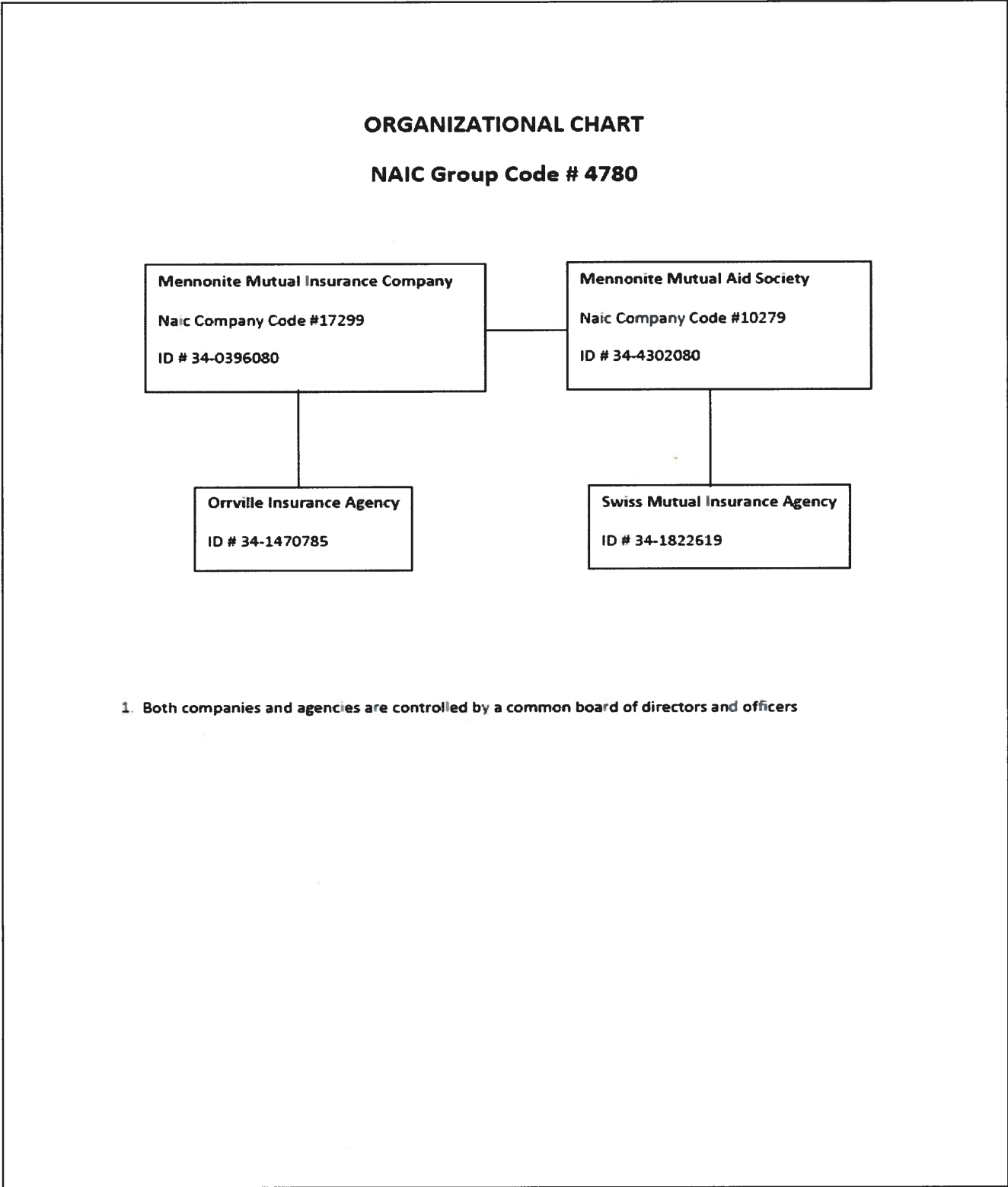
Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.

***Total to agree with Page 2, Line 4, Current Year.**

ORGANIZATIONAL CHART

LIST ALL ENTITIES THAT ARE MEMBERS OF AN INSURANCE COMPANY HOLDING SYSTEM AS
DEFINED IN ORC 3901.32



ANNUAL STATEMENT FOR THE YEAR

Mennonite Mutual Aid Society

Overflow Page for Write-ins

2016

Additional Write-ins for Assets:

		Assets Current Year	Nonadmitted Assets Current Year	Net Admitted Assets Current Year	Net Admitted Assets Prior Year
1504	None			0.00	
1505				0.00	
1506					
1507					
1508					
1509					
1510					
1511				0.00	
1597	Summary of remaining write-ins for Line 15 page 2	0.00	0.00	0.00	0.00

Additional Write-ins for Liabilities:

		Current Year	Prior Year
1604			
1605			
1606			
1607			
1608			
1609			
1610			
1606			
1697	Summary of remaining write-ins for Line 16 page 3	0.00	0.00

Additional Write-ins for Statement of Income:

		Current Year	Prior Year
	Summary of remaining write-ins for Statement of Income page 4	0.00	0.00

Additional Write-ins for Nonadmitted Assets:

		Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets
1504				0.00
1505				0.00
1506				
1507				
1508				
1509				
1510				
1511				0.00
1597	Summary of remaining write-ins for Line 15 page 9	0.00	0.00	0.00

2016

Showing All Balances (according to Company's Records) Carried in Each Bank or Savings and Loan

All Columns Must Be Completed for Each Deposit, CD, Checking Account, etc.

[illegible]