

# Mississippi Residential Property Insurance Underwriting Association

Phone (601) 981-2915 2685 Crane Ridge Drive P.O. Box 5389 Jackson, Mississippi 39296-5389

March 22, 2010

To Member Companies

## ACCOUNTING REPORT FOR YEAR ENDED DECEMBER 31, 2009

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The following documents which summarize the transactions, conditions, operations and affairs of the Mississippi Residential Property Insurance Underwriting Association for the year ended December 31, 2009, are now available on the website [www.msplans.com/MRPIUA/index.shtml](http://www.msplans.com/MRPIUA/index.shtml).

- Exhibit 1 -Statement of Assets, Liabilities and Members' Equity
- Exhibit 2 -Statement of Revenue, Expense and Members' Equity
- Exhibit 3A -Members' Account - Year Ended December 31, 2009
- Exhibit 3B -Members' Account for Unsettled Years
- Exhibit 4A -Statistical Report - Premiums
- Exhibit 4B -Statistical Report - Losses
- Exhibit 4C -Statistical Report - Loss Expense
- Exhibit 5 -Insurance In-Force as of December 31, 2009

To record its participation, members should apply the appropriate percentage of participation to the data for each policy year shown on Exhibit 3A. Your participation should be recorded as reinsurance assumed.

A report of all Companies' Preliminary Percentage Participation for the period January 1, 2009 through December 31, 2009 was furnished you previously. Each company's Percentage Participation may be found on the reference website.

Should you have specific questions concerning the reports of the Association, please direct them to Mr. Joel Ferriss or Mrs. Judy Brown at the address or telephone number listed on our letterhead.

Yours very truly,



Joe S. Shumaker  
Manager

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
ACCOUNTING REPORT  
YEAR ENDED DECEMBER 31, 2009**

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**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION**  
**STATEMENT OF ASSETS, LIABILITIES AND MEMBERS' EQUITY**  
December 31, 2009

	LEDGER ASSETS	NON-LEDGER ASSETS	NON- ADMITTED ASSETS	NET ADMITTED ASSETS
<b>ASSETS:</b>				
CASH IN BANK AND MONEY MARKET FUNDS	\$ 2,050,506	\$ -	\$ -	\$ 2,050,506
CERTIFICATE OF DEPOSIT	4,616,145	-	-	4,616,145
ACCRUED INVESTMENT INCOME	34,999	-	-	34,999
ASSESSMENTS RECEIVABLE	65,564	-	-	65,564
RECEIVABLE	269,907	-	-	269,907
COMPUTER EQUIPMENT, SOFTWARE AND FIXTURES	206,858	-	-	206,858
	<hr/>			
<b>TOTAL ASSETS</b>	<b>\$ 7,243,979</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 7,243,979</b>
				<hr/>
<b>LIABILITIES:</b>				
UNPAID LOSSES				\$ 639,257
UNPAID LOSS EXPENSE				113,100
UNPAID PREMIUM TAXES				34,839
UNEARNED PREMIUMS				3,905,171
COMMISSIONS PAYABLE				51,197
ACCOUNTS PAYABLE				9,640
				<hr/>
<b>TOTAL LIABILITIES</b>				<b>4,753,204</b>
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<b>MEMBERS' EQUITY:</b>				
2008 POLICY YEAR				2,512,189
2009 POLICY YEAR				(21,414)
				<hr/>
<b>TOTAL MEMBERS' EQUITY</b>				<b>2,490,775</b>
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<b>TOTAL LIABILITY AND MEMBERS EQUITY</b>				<b>\$ 7,243,979</b>
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## EXHIBIT 2

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
STATEMENT OF REVENUE, EXPENSES AND MEMBERS' EQUITY  
YEAR ENDED DECEMBER 31, 2009**

<b>REVENUE:</b>	
WRITTEN PREMIUM	\$ 7,508,872
REINSURANCE CEDED	(550,000)
CHANGE IN UNEARNED PREMIUM	435,267
<b>PREMIUM EARNED</b>	<u>7,394,139</u>
<b>DEDUCTIONS:</b>	
LOSSES	\$ 2,678,082
LOSS ADJUSTMENT EXPENSES	551,600
COMMISSIONS	750,016
PREMIUM TAXES	166,795
OPERATING EXPENSE INCURRED	1,035,147
OTHER	-
<b>TOTAL DEDUCTIONS</b>	<u>5,181,640</u>
<b>NET UNDERWRITING GAIN (LOSS)</b>	<u>2,212,499</u>
<b>OTHER INCOME:</b>	
INVESTMENT INCOME	143,465
INSPECTION FEES	82,020
OTHER	350
<b>TOTAL OTHER INCOME</b>	<u>225,835</u>
<b>NET INCOME (LOSS)</b>	<u><u>\$ 2,438,334</u></u>
<b>EQUITY ACCOUNT:</b>	
MEMBERS' ACCOUNT, JANUARY 01, 2009	\$ 4,009,941
NET INCOME	2,438,334
DISTRIBUTIONS TO MEMBERS	(4,322,928)
ASSESSMENTS	365,428
<b>MEMBERS' ACCOUNT, DECEMBER 31, 2009</b>	<u><u>\$ 2,490,775</u></u>

MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
MEMBERS' ACCOUNT  
YEAR ENDED DECEMBER 31, 2009

	2007	2008	2009	2010	TOTALS
<b>INCOME RECEIVED:</b>					
PREMIUMS WRITTEN	-	(157,986)	7,509,202	157,656	7,508,872
INTEREST RECEIVED	-	17,288	108,466	-	125,754
INSPECTION FEES RECEIVED	-	-	82,020	-	82,020
OTHER	-	-	350	-	350
<b>TOTAL</b>	<b>-</b>	<b>(140,698)</b>	<b>7,700,038</b>	<b>157,656</b>	<b>7,716,996</b>
<b>EXPENSES PAID:</b>					
LOSSES	-	1,665,807	1,003,204	-	2,669,011
LOSS EXPENSE	-	319,462	152,842	-	472,304
REINSURANCE CEDED PAID	-	-	550,000	-	550,000
SERVICE FEE - PREMIUMS	-	-	-	-	-
COMMISSIONS PAID	-	56,401	698,819	-	755,220
PREMIUM TAXES	-	32,676	131,956	-	164,632
OPERATING EXPENSE	-	-	1,035,147	-	1,035,147
OTHER	-	-	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>2,074,346</b>	<b>3,571,968</b>	<b>-</b>	<b>5,646,314</b>
<b>NET CASH FROM OPERATIONS</b>	<b>-</b>	<b>(2,215,044)</b>	<b>4,128,070</b>	<b>157,656</b>	<b>2,070,682</b>
<b>DEDUCT CURRENT RESERVES:</b>					
LOSSES	-	205,000	434,257	-	639,257
LOSS EXPENSE	-	30,300	82,800	-	113,100
UNEARNED PREMIUMS	-	-	3,747,515	157,656	3,905,171
SERVICE FEE - PREMIUMS	-	-	-	-	-
COMMISSIONS PAYABLE	-	-	51,197	-	51,197
PREMIUM TAXES PAYABLE	-	-	34,839	-	34,839
OPERATING EXPENSE	-	-	-	-	-
OTHER	-	-	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>235,300</b>	<b>4,350,608</b>	<b>157,656</b>	<b>4,743,564</b>
<b>ADD PRIOR RESERVES:</b>					
LOSSES	-	630,186	-	-	630,186
LOSS EXPENSE	-	33,804	-	-	33,804
UNEARNED PREMIUMS	-	4,174,313	166,125	-	4,340,438
SERVICE FEE - PREMIUMS	-	-	-	-	-
COMMISSIONS PAYABLE	-	56,401	-	-	56,401
PREMIUM TAXES PAYABLE	-	32,676	-	-	32,676
OPERATING EXPENSE	-	-	-	-	-
OTHER	-	-	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>4,927,380</b>	<b>166,125</b>	<b>-</b>	<b>5,093,505</b>
<b>NET RESERVE CHANGE</b>	<b>-</b>	<b>4,692,080</b>	<b>(4,184,483)</b>	<b>(157,656)</b>	<b>349,941</b>
<b>OTHER CHANGES:</b>					
<b>DEDUCT PRIOR</b>					
INTEREST ACCRUED	-	17,288	-	-	17,288
<b>ADD CURRENT</b>					
INTEREST ACCRUED	-	-	34,999	-	34,999
CORRECT MISCLASSIFIED AMOUNTS	101,178	(101,178)	-	-	-
ASSESSMENTS	365,428	-	-	-	365,428
DISTRIBUTIONS	(4,322,928)	-	-	-	(4,322,928)
<b>CHANGE IN MEMBERS' EQUITY</b>	<b>\$ (3,856,322)</b>	<b>\$ 2,358,570</b>	<b>\$ (21,414)</b>	<b>\$ -</b>	<b>\$ (1,519,166)</b>

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION**  
**MEMBERS' ACCOUNT FOR UNSETTLED POLICY YEARS**  
**DECEMBER 31, 2009**

	2008	2009	2010	TOTALS
<b>INCOME RECEIVED:</b>				
PREMIUMS WRITTEN	\$ 8,443,821	\$ 7,675,327	\$ 157,656	\$ 16,119,148
INTEREST RECEIVED	261,789	108,466	-	370,255
INSPECTION FEES RECEIVED	121,670	82,020	-	203,690
OTHER	804	350	-	1,154
<b>TOTAL</b>	<b>8,828,084</b>	<b>7,866,163</b>	<b>157,656</b>	<b>16,694,247</b>
<b>EXPENSES PAID:</b>				
LOSSES	3,389,397	1,003,204	-	4,392,601
LOSS EXPENSE	680,146	152,842	-	832,988
REINSURANCE CEDED PAID	-	550,000	-	550,000
SERVICE FEE - PREMIUMS	-	-	-	-
COMMISSIONS PAID	860,785	698,819	-	1,559,604
PREMIUM TAXES PAID	187,485	131,956	-	319,441
OPERATING EXPENSE	861,604	1,035,147	-	1,896,751
<b>TOTAL</b>	<b>5,979,417</b>	<b>3,571,968</b>	<b>-</b>	<b>9,551,385</b>
<b>NET CASH FROM OPERATIONS</b>	<b>2,848,667</b>	<b>4,294,195</b>	<b>157,656</b>	<b>7,142,862</b>
<b>DEDUCT CURRENT RESERVES:</b>				
LOSSES	205,000	434,257	-	639,257
LOSS EXPENSE	30,300	82,800	-	113,100
UNEARNED PREMIUMS	-	3,747,515	157,656	3,747,515
SERVICE FEE - PREMIUMS	-	-	-	-
COMMISSIONS	-	51,197	-	51,197
PREMIUM TAXES PAYABLE	-	34,839	-	34,839
OPERATING EXPENSE	-	-	-	-
OTHER	-	-	-	-
<b>TOTAL</b>	<b>235,300</b>	<b>4,350,608</b>	<b>157,656</b>	<b>4,585,908</b>
<b>OTHER CHANGES:</b>				
<b>ADD CURRENT</b>				
INTEREST ACCRUED	-	34,999	-	34,999
CORRECT MISCLASSIFIED AMOUNTS	(101,178)	-	-	(101,178)
<b>TOTAL OTHER CHANGES</b>	<b>(101,178)</b>	<b>34,999</b>	<b>-</b>	<b>(66,179)</b>
ASSESSMENTS	-	-	-	-
DISTRIBUTIONS	-	-	-	-
<b>MEMBERS' EQUITY</b>	<b>\$ 2,512,189</b>	<b>\$ (21,414)</b>	<b>\$ -</b>	<b>\$ 2,490,775</b>

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
STATISTICAL REPORT OF PREMIUMS  
YEAR ENDED DECEMBER 31, 2009**

	2008	2009	2010	TOTALS
<b>PREMIUMS WRITTEN:</b>				
<b>FIRE &amp; EXTENDED COVERAGE</b>	\$ (157,986)	\$ 7,509,202	\$ 157,656	\$ 7,508,872
<b>REINSURANCE CEDED</b>		\$ (550,000)		(550,000)
<b>UNEARNED PREMIUMS -PRIOR:</b>				
<b>FIRE &amp; EXTENDED COVERAGE</b>	4,174,313	166,125	-	4,340,438
<b>UNEARNED PREMIUMS-CURRENT:</b>				
<b>FIRE &amp; EXTENDED COVERAGE</b>	-	3,747,515	157,656	3,905,171
<b>EARNED PREMIUMS:</b>				
<b>FIRE &amp; EXTENDED COVERAGE</b>	\$ 4,016,327	\$ 3,377,812	\$ -	\$ 7,394,139

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
STATISTICAL REPORT OF LOSSES  
YEAR ENDED DECEMBER 31, 2009**

	2007	2008	2009	TOTALS
<b>PAID:</b>				
FIRE	\$ -	\$ 1,486,593	\$ 718,862	\$ 2,205,455
EXTENDED COVERAGE	-	179,214	284,342	463,556
<b>TOTAL</b>	-	1,665,807	1,003,204	2,669,011
<b>CURRENT OUTSTANDING:</b>				
FIRE	-	205,000	157,000	362,000
EXTENDED COVERAGE	-	-	36,003	36,003
<b>TOTAL</b>	-	205,000	193,003	398,003
<b>CURRENT IBNR:</b>				
FIRE	-		196,250	196,250
EXTENDED COVERAGE	-		45,004	45,004
<b>TOTAL</b>	-		241,254	241,254
<b>PRIOR OUTSTANDING:</b>				
FIRE	-	466,260	-	466,260
EXTENDED COVERAGE	-	15,000	-	15,000
<b>TOTAL</b>	-	481,260	-	481,260
<b>PRIOR IBNR:</b>				
FIRE	-	107,000	-	107,000
EXTENDED COVERAGE	-	41,926	-	41,926
<b>TOTAL</b>	-	148,926	-	148,926
<b>INCURRED LOSSES:</b>				
FIRE	-	1,118,333	1,072,112	2,190,445
EXTENDED COVERAGE	-	122,288	365,349	487,637
<b>TOTAL</b>	\$ -	\$ 1,240,621	\$ 1,437,461	\$ 2,678,082

**MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
 STATISTICAL REPORT OF LOSS EXPENSE  
 YEAR ENDED DECEMBER 31, 2009**

	2007	2008	2009	TOTALS
<b>PAID:</b>				
<b>FIRE</b>	\$ -	\$ 174,275	\$ 64,488	238,763
<b>EXTENDED COVERAGE</b>	-	145,187	88,354	233,541
<b>TOTAL</b>	-	319,462	152,842	472,304
<b>CURRENT OUTSTANDING:</b>				
<b>FIRE</b>	-	30,300	34,294	64,594
<b>EXTENDED COVERAGE</b>	-	-	48,506	48,506
<b>TOTAL</b>	-	30,300	82,800	113,100
<b>PRIOR OUTSTANDING:</b>				
<b>FIRE</b>	-	30,750	-	30,750
<b>EXTENDED COVERAGE</b>	-	3,054	-	3,054
<b>TOTAL</b>	-	33,804	-	33,804
<b>INCURRED LOSS EXPENSE:</b>				
<b>FIRE</b>	-	173,825	98,782	272,607
<b>EXTENDED COVERAGE</b>	-	142,133	136,860	278,993
<b>TOTAL</b>	\$ -	\$ 315,958	\$ 235,642	551,600

MISSISSIPPI RESIDENTIAL PROPERTY INSURANCE UNDERWRITING ASSOCIATION  
 POLICIES & INSURANCE IN-FORCE  
 DECEMBER 31, 2009

COUNTY	POLICIES IN-FORCE	INSURANCE IN- FORCE	COUNTY	POLICIES IN-FORCE	INSURANCE IN- FORCE
ADAMS	184	\$ 8,000,000	LEFLORE	207	\$ 7,538,000
ALCORN	181	\$ 7,600,000	LINCOLN	114	\$ 5,560,000
AMITE	57	\$ 2,477,000	LOWNDES	176	\$ 9,566,000
ATTALA	107	\$ 4,141,000	MADISON	83	\$ 3,908,000
BENTON	23	\$ 984,000	MARION	117	\$ 6,080,000
BOLIVAR	172	\$ 6,468,000	MARSHALL	102	\$ 4,350,000
CALHOUN	20	\$ 866,000	MONROE	32	\$ 2,077,000
CARROLL	22	\$ 809,000	MONTGOMERY	88	\$ 3,188,000
CHICKASAW	50	\$ 2,451,000	NESHOBA	13	\$ 634,000
CHOCTAW	17	\$ 660,000	NEWTON	30	\$ 1,289,000
CLAIBORNE	72	\$ 2,779,000	NOXUBEE	6	\$ 253,000
CLARKE	34	\$ 1,526,000	OKTIBBEHA	33	\$ 1,605,000
CLAY	35	\$ 1,579,000	PANOLA	59	\$ 2,071,000
COAHOMA	176	\$ 5,891,000	PEARL RIVER	220	\$ 12,813,000
COPIAH	126	\$ 5,656,000	PERRY	24	\$ 830,000
COVINGTON	99	\$ 5,016,000	PIKE	170	\$ 8,361,000
DESOTO	33	\$ 2,491,000	PONTOTOC	16	\$ 925,000
FORREST	335	\$ 16,349,000	PRENTISS	121	\$ 4,431,000
FRANKLIN	20	\$ 590,000	QUITMAN	37	\$ 1,093,000
GEORGE	317	\$ 19,610,000	RANKIN	56	\$ 3,241,000
GREENE	42	\$ 1,947,000	SCOTT	85	\$ 3,133,000
GRENADA	93	\$ 4,532,000	SHARKEY	9	\$ 336,000
HANCOCK	468	\$ 45,530,000	SIMPSON	34	\$ 1,541,000
HARRISON	1,872	\$ 163,992,000	SMITH	15	\$ 537,000
HINDS	650	\$ 37,729,000	STONE	67	\$ 4,092,000
HOLMES	164	\$ 5,764,000	SUNFLOWER	113	\$ 4,328,000
HUMPHREYS	4	\$ 156,000	TALLAHATCHIE	74	\$ 2,874,000
ISSAQUENA	-	\$ -	TATE	11	\$ 553,000
ITAWAMBA	84	\$ 2,929,000	TIPPAH	25	\$ 1,029,000
JACKSON	1,704	\$ 137,468,000	TISHOMINGO	99	\$ 3,158,000
JASPER	74	\$ 2,917,000	TUNICA	13	\$ 389,000
JEFFERSON	40	\$ 1,620,000	UNION	14	\$ 805,000
JEFFERSON DAVIS	57	\$ 2,691,000	WALTHALL	65	\$ 3,251,000
JONES	288	\$ 12,239,000	WARREN	96	\$ 4,969,000
KEMPER	42	\$ 1,571,000	WASHINGTON	329	\$ 12,813,000
LAFAYETTE	39	\$ 1,559,000	WAYNE	165	\$ 7,531,000
LAMAR	44	\$ 2,039,000	WEBSTER	11	\$ 359,000
LAUDERDALE	225	\$ 11,294,000	WILKINSON	41	\$ 1,812,000
LAWRENCE	70	\$ 2,602,000	WINSTON	73	\$ 3,072,000
LEAKE	13	\$ 317,000	YALABUSHA	35	\$ 1,138,000
LEE	62	\$ 2,967,000	YAZOO	152	\$ 5,509,000
TOTAL IN - FORCE				11,345	\$ 680,848,000