

The Mutual Benefit Association 2022 financial report



**James W.
"Jim" Yates**

Each year, the Mutual Benefit Association (MBA) publishes figures that reflect its financial health. This is in accordance with MBA's General Law 9, Section 3, which requires that after the annual valuation by the association's actuaries, financial information must be published in the letter carriers' magazine, *The Postal Record*.

The report below demonstrates that MBA continues to be a strong financial institution. This strength allows us to provide quality products at affordable rates. Compari-

sons were made of MBA's financial condition between its prior two years of performance, ending Dec. 31, 2022, and Dec. 31, 2021.

United States Letter Carriers Mutual Benefit Association (MBA)

The Life Insurance Association of
and for the National Association
of Letter Carriers
100 Indiana Ave. NW, Suite 510
Washington, DC 20001-2144

Board of Trustees
Lawrence D. Brown Jr., chairman
Sandy Laemmel
Charles P. Heege

202-638-4318, 8 a.m.-3:30 p.m. (Eastern)

800-424-5184, 8 a.m.-3:30 p.m. (Eastern), Tuesday and Thursday

BALANCE SHEET*

	Dec. 31, 2022	Dec. 31, 2021
Assets		
Cash	250,196	3,903,877
Short Term	0	0
Investments		
Stocks	24,891,672	26,598,244
Bonds - amortized value	235,176,024	240,853,913
Policy loans	2,293,011	2,308,138
Accrued investment income	2,502,748	2,579,366
Security Lending	0	0
Misc, including unearned premium and EDP equipment	26,810	62,873
Total assets	265,140,461	276,306,411
Liabilities and Reserves		
Liabilities		
Unpaid claims	602,702	646,637
Deposit - type contracts	3,662,103	2,658,996
General expenses due and accrued	330,528	298,224
Taxes due and accrued	0	0
Unearned income	177,355	178,758
Escrow and suspense	233,406	127,756
Experience refund provision	476,119	429,844
Securities Lending Collateral	0	0
Other - FAS 106 medical plan	3,798,303	4,123,314
Reserves		
For the benefit and protection of policyholders	216,245,270	219,985,611
For dividends to policyholders	382,010	383,174
Required securities valuation	4,246,780	8,558,187
Total Liabilities and Reserves	230,154,576	237,390,501
Fund Balance (Surplus)		
Allocated for contingencies	350,000	350,000
Unassigned	34,635,885	38,565,910
Total Fund Balance (Surplus)	34,985,885	38,915,910
Total Liabilities, Reserves and Fund Balance	265,140,461	276,306,411
Surplus Ratio	15.20%	16.39%
Ratio with AVR and IMR	17.37%	20.75%

*Per NAIC statutory accounting rules

INCOME STATEMENT*

	Dec. 31, 2022	Dec. 31, 2021
Operations		
Premiums earned	10,889,829	13,179,824
+Investment income	9,795,138	10,239,976
+SCILC considerations	8,886,359	287,649
-Increase in reserves	(3,740,341)	8,384,489
+Miscellaneous Income	30,955	7,377
-Experience refund provision + Misc. Inc.	479,482	429,412
=Provision for benefits and expense	32,863,140	14,900,925
Incurred benefits		
Deaths	1,946,639	1,871,821
Maturities	0	0
Waiver of premium, life/annuities	20,352	17,806
Hospital indemnity	86,734	98,404
Disability income	368,580	561,187
NSBA	0	0
Cash surrenders, life	19,589,322	7,558,217
Annuity benefits	7,275,695	995,430
Scilc contract Payments	2,200,218	1,831,974
Interest on deposit contracts	111,727	112,397
-Total incurred benefits	31,599,267	13,047,236
-Dividends to policyholders	362,995	354,796
-General expenses	3,632,567	3,379,678
-Taxes	117,361	121,700
=Net income from operations	(2,849,050)	(2,002,485)
+Realized capital gains/losses	1,127,028	3,627,056
=Net income	(1,722,022)	1,624,571
Other Surplus Gains (Losses)		
+Unrealized capital gains/losses	(6,646,971)	1,872,819
+AVR change	4,088,635	998,468
Change in valuations basis	0	0
+NAA change	25,322	40,889
Miscellaneous (FAS 106 & EDP)	325,012	(33,217)
=Change in fund balance (surplus)	(3,930,024)	4,503,530

*Per NAIC statutory accounting rules