

The Mutual Benefit Association 2023 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 be published in the letter carriers' magazine, *The Postal Record*.

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

were made of MBA's financial condition between its prior two years of performance, ending Dec. 31, 2023, and Dec. 31, 2022.

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

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Thursday

BALANCE SHEET*

	Dec. 31, 2023	Dec. 31, 2022
Assets		
Cash	687,435	250,196
Short Term	0	0
Investments		
Stocks	23,752,752	24,891,672
Bonds - amortized value	230,532,725	235,176,024
Policy loans	2,169,710	2,293,011
Accrued investment income	2,426,227	2,502,748
Security Lending	0	0
Misc, including unearned premium and EDP equipment	9,825	26,810
Total assets	259,578,674	265,140,461
Liabilities and Reserves		
Liabilities		
Unpaid claims	612,772	602,702
Deposit - type contracts	3,717,991	3,662,103
General expenses due and accrued	300,922	330,528
Taxes due and accrued	0	0
Unearned income	171,632	177,355
Escrow and suspense	348,525	233,406
Experience refund provision	119,732	476,119
Securities Lending Collateral	0	0
Other - FAS 106 medical plan	4,780,582	3,798,303
Reserves		
For the benefit and protection of policyholders	206,180,320	216,245,270
For dividends to policyholders	380,844	382,010
Required securities valuation	7,770,170	382,010
Total Liabilities and Reserves	230,154,576	230,154,576
Fund Balance (Surplus)		
Allocated for contingencies	350,000	350,000
Unassigned	34,845,184	34,635,885
Total Fund Balance (Surplus)	35,195,184	34,985,885
Total Liabilities, Reserves and Fund Balance	259,578,674	265,140,461
Surplus Ratio	15.69%	15.20%
Ratio with AVR and IMR	19.84%	17.37%

*Per NAIC statutory accounting rules

INCOME STATEMENT*

	Dec. 31, 2023	Dec. 31, 2022
Operations		
Premiums earned	10,106,137	10,889,829
+Investment income	9,581,586	9,795,138
+SCILC considerations	3,698,316	8,886,359
-Increase in reserves	(10,064,947)	(3,740,341)
+Miscellaneous Income	132,599	30,955
-Experience refund provision + Misc. Inc.	118,895	479,482
=Provision for benefits and expense	33,464,690	32,863,140
Incurred benefits		
Deaths	1,253,545	1,946,639
Maturities	0	0
Waiver of premium, life/annuities	19,721	20,352
Hospital indemnity	73,645	86,734
Disability income	350,798	368,580
NSBA	0	0
Cash surrenders, life	15,921,920	19,589,322
Annuity benefits	8,632,877	7,275,695
Scilc contract Payments	2,894,039	2,200,218
Interest on deposit contracts	146,242	111,727
-Total incurred benefits	29,292,787	31,599,267
-Dividends to policyholders	363,559	362,995
-General expenses	3,950,001	3,632,567
-Taxes	109,314	117,361
=Net income from operations	(250,971)	(2,849,050)
+Realized capital gains/losses	3,472,999	1,127,028
=Net income	3,222,028	(1,722,022)
Other Surplus Gains (Losses)		
+Unrealized capital gains/losses	1,392,664	(6,646,971)
+AVR change	(3,805,441)	4,088,635
Change in valuations basis	0	0
+NAA change	25,238	25,322
Miscellaneous (FAS 106 & EDP)	(625,190)	325,012
=Change in fund balance (surplus)	209,299	(3,930,024)

*Per NAIC statutory accounting rules