



August 2024

Independent Auditor Report

The Statutory basis financial statements Catholic Order of Foresters (“COF”) for years ended December 31, 2020, 2021, 2022, and 2023 have been audited by an independent outside audit firm.

The most current statements were audited by the firm FORVIS. Attached to this report are the 2022 and 2023 Admitted Assets, Liabilities, Surplus and Cash Flow Statements. Copies of the complete Auditor Reports and Audited Financial Statements are available upon request from John Hillebrand Senior Vice President.

Respectfully submitted,

Catholic Order of Foresters
Finance

Catholic Order of Foresters
Statutory Statements of Admitted Assets, Liabilities, and Surplus
December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
ADMITTED ASSETS		
Cash and invested assets		
Bonds	\$ 1,025,597,377	\$ 1,058,355,555
Preferred stocks	1,488,929	1,567,732
Common stocks	3,860,086	6,426,972
Mortgage loans	129,458,948	123,475,193
Real estate occupied by the Society, net	2,704,926	2,851,803
Cash, cash equivalents and short-term investments	19,082,411	18,563,598
Contract loans	21,641,685	18,518,613
Other invested assets	21,709,293	25,823,741
Receivable for securities	3,286,763	12,780
Securities lending reinvested collateral assets	6,737,496	7,093,988
Total cash and invested assets	1,235,567,914	1,262,689,975
Investment income due and accrued	8,899,975	9,326,157
Uncollected premiums and agents' balances	37,880	38,510
Amounts recoverable from reinsurers	51,003	540,410
Electronic data processing equipment, net	74,398	119,701
Total admitted assets	<u>\$ 1,244,631,170</u>	<u>\$ 1,272,714,753</u>
LIABILITIES AND SURPLUS		
Liabilities		
Aggregate reserve for contracts		
Life	\$ 558,885,020	\$ 546,259,702
Annuity	455,602,310	496,469,602
Supplementary contracts	2,055,898	1,840,110
Accident and health	39,845,899	39,544,452
Liability for deposit-type contracts	41,334,964	40,700,359
Contract claims - life and accident and health	6,187,927	9,235,293
Refunds to members	4,782,896	4,812,012
Premiums received in advance	155,564	162,476
Interest maintenance reserve	19,539,548	21,331,454
Commissions to agents	521,146	212,033
General expenses due and accrued	3,234,249	3,254,490
Taxes, licenses, and fees due and accrued	135,208	113,050
Amounts withheld or retained by Society as agent or trustee	23,829	5,864
Remittances and items not allocated	2,610,268	421,612
Borrowed money	10,750,000	10,750,000
Asset valuation reserve	22,190,707	18,359,106
Payable for securities	2,022,931	-
Payable for securities lending	6,737,496	7,093,988
Postretirement liability	4,024,579	4,207,402
Other liabilities	1,006,653	1,386,529
Total liabilities	1,181,647,092	1,206,159,534
Surplus	62,984,078	66,555,219
Total liabilities and surplus	<u>\$ 1,244,631,170</u>	<u>\$ 1,272,714,753</u>

Catholic Order of Foresters
Statutory Statements of Operations
Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Premiums and Other Revenue		
Premiums and annuity considerations for life and health contracts	\$ 111,047,223	\$ 74,468,593
Considerations for supplementary contracts with life contingencies	293,040	28,045
Net investment income	50,841,466	52,197,300
Amortization of interest maintenance reserve	2,588,869	2,791,419
Other income	238,575	263,582
Total revenues	<u>165,009,173</u>	<u>129,748,939</u>
Benefits and Other Expenses		
Death benefits	13,784,033	13,962,991
Matured endowments	15,240	16,704
Annuity benefits	136,585,879	77,320,061
Disability, accident and health benefits	1,823,115	1,774,356
Surrender benefits and withdrawals for life contracts	12,337,325	8,451,599
Interest and adjustments on deposit-type contract funds	1,063,797	1,156,743
Payments on supplementary contracts with life contingencies	71,020	326,224
(Decrease) increase in aggregate reserves for life and accident and health contracts	<u>(27,724,738)</u>	<u>1,046,566</u>
Total benefits	137,955,671	104,055,244
Commissions on premium considerations	5,128,863	3,609,419
General insurance and fraternal expenses	16,566,233	15,732,521
Insurance, taxes, licenses, and fees	214,183	804,534
Total benefits and other expenses	<u>159,864,950</u>	<u>124,201,718</u>
Net Gains From Operations Before Refunds to Members and Net Realized Capital Gains	5,144,223	5,547,221
Refunds to Members	<u>4,751,446</u>	<u>4,758,753</u>
Net Gain From Operations Before Net Realized Capital Gains	392,777	788,468
Net Realized Capital Gains (Excluding \$769,961 and \$680,718 Transferred to IMR in 2023 and 2022, Respectively)	<u>903,772</u>	<u>163,509</u>
Net Income	<u>\$ 1,296,549</u>	<u>\$ 951,977</u>

**Catholic Order of Foresters
Statutory Statements of Changes in Surplus
Years Ended December 31, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
Surplus, Beginning of Year	\$ 66,555,219	\$ 57,280,211
Net income	1,296,549	951,977
Changes in net unrealized capital gains and losses	(1,483,313)	(3,068,833)
Changes in nonadmitted assets	447,224	13,390,730
Changes in asset valuation reserve	<u>(3,831,601)</u>	<u>(1,998,866)</u>
Net change in surplus	<u>(3,571,141)</u>	<u>9,275,008</u>
Surplus, End of Year	<u>\$ 62,984,078</u>	<u>\$ 66,555,219</u>

Catholic Order of Foresters
Statutory Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash From Operations		
Receipts		
Premiums collected, net of reinsurance	\$ 111,333,980	\$ 74,406,909
Net investment income received	76,400,130	78,367,895
Other income received	238,575	263,568
Total receipts	<u>187,972,685</u>	<u>153,038,372</u>
Payments		
Benefit related payments	(168,249,597)	(102,551,582)
Commissions and other expenses paid	(21,782,447)	(20,417,547)
Refunds paid to members	(4,780,562)	(4,824,566)
Total payments	<u>(194,812,606)</u>	<u>(127,793,695)</u>
Net cash (used in) provided by operations	<u>(6,839,921)</u>	<u>25,244,677</u>
Cash From Investments		
Proceeds from investments sold, matured, or repaid		
Bonds	64,880,661	134,269,880
Stocks	4,526,998	3,898,059
Mortgage loans	12,771,982	9,355,059
Other invested assets	11,295,773	28,466,883
Miscellaneous proceeds	2,379,424	4,034,489
Total investment proceeds	<u>95,854,838</u>	<u>180,024,370</u>
Costs of investments acquired		
Bonds	(56,940,558)	(150,935,990)
Stocks	(1,654,641)	(2,195,609)
Mortgage loans	(18,317,497)	(29,068,201)
Other invested assets	(7,287,749)	(24,034,223)
Miscellaneous applications	(3,273,983)	(8,687,893)
Total investments acquired	<u>(87,474,428)</u>	<u>(214,921,916)</u>
Net change in contract loans	<u>(3,123,071)</u>	<u>(180,045)</u>
Net cash provided by (used in) investments	<u>5,257,339</u>	<u>(35,077,591)</u>
Cash From Financing and Miscellaneous Resources		
Payments on borrowed funds	-	(5,000,000)
Net deposits on deposit-type contracts	126,007	2,647,342
Other cash provided (applied)	1,975,388	(4,513,168)
Net cash provided by (used for) financing and miscellaneous resources	<u>2,101,395</u>	<u>(6,865,826)</u>

**Catholic Order of Foresters
Statutory Statements of Cash Flows
Years Ended December 31, 2023 and 2022**

(Continued)

	<u>2023</u>	<u>2022</u>
Change in Cash, Cash Equivalents, and Short-term Investments	\$ 518,813	\$ (16,698,740)
Cash, Cash Equivalents, and Short-term Investments, Beginning of Year	<u>18,563,598</u>	<u>35,262,338</u>
Cash, Cash Equivalents, and Short-term Investments, End of Year	<u>\$ 19,082,411</u>	<u>\$ 18,563,598</u>