



# Baltimore Equitable Insurance

Perpetually Good Homeowners Insurance

## Directors

**Marjorie Rodgers Cheshire**  
A&R Development Corp

**Arnold I. Richman**  
The Shelter Group

**Freeman A. Hrabowski, III**  
University of Maryland at  
Baltimore County

**Juliet Eurich**  
Retired Executive Director -  
The Alvin & Fanny B  
Thalheimer Foundation

**Hugh W. Mohler**  
Retired Business Consultant

**Philip J. Raub**  
Retired President -  
Harford Mutual  
Insurance Company

**James S. Riepe**  
Retired Vice Chairman -  
T. Rowe Price Group, Inc.

**David W. Kinkopf**  
Gallagher, Evelius & Jones

**Tedd M. Alexander, III**  
T. Rowe Price Group, Inc.

**John D. Linehan**  
T. Rowe Price Group, Inc.

## Officers

**Mary B. Harlee**  
President & Treasurer

**Stephen M. Donaldson**  
Vice-President

**Mary K. Aull**  
Secretary

**Juliet Eurich**  
Assistant Secretary

**Lisa M. Stevenson**  
Assistant Secretary



# Baltimore Equitable Insurance

100 N Charles St, Ste 640, Baltimore, Md 21201

410-727-1794 | 800-272-1794 | [www.baltimoreequitableinsurance.com](http://www.baltimoreequitableinsurance.com)

## 223<sup>rd</sup> Annual Statement

# 2017

Painted Ladies of Charles Village - Baltimore, MD

**Baltimore Equitable Society**  
Income Statement  
for the Year Ending December 31, 2017

INCOME

Net Investment Income Earned	4,813,000
Net Realized Capital Gains (Losses)	9,816,000

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<b>Total Income</b>	<b>\$ 14,629,000</b>
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Losses Incurred, net	1,779,000
Loss Expense Incurred, net	483,000
Other Underwriting Expenses Incurred	2,458,000
Reinsurance Expense Incurred	1,345,000

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<b>Total Expenses Incurred</b>	<b>\$ 6,065,000</b>
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<b>Net Income (Loss) Before Federal Taxes</b>	<b>\$ 8,564,000</b>
Federal Income Tax Benefit (Expense)	\$ 864,000

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<b>NET INCOME (LOSS) FOR THE YEAR ENDING 12-31-17</b>	<b>\$ 9,428,000</b>
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*Financial Statements of the Baltimore Equitable Society are audited by Johnson Lambert LLP.*

*The Society has no known unrecognized liabilities.*

*For the protection of our policyholders, the Society keeps the ratio between Insurance at Risk and Assets at a very conservative level. Various reinsurance programs such as catastrophic, facultative and excess of loss, are in place to maintain a high level of protection for our policyholders.*

*The Society is a non-assessable mutual insurance company. When we were founded in 1794, each policyholder shared in the success or failure of the organization. If additional funds were needed, the policyholder was assessed his share. In the 1800's when our financial condition was strong, we changed to a non-assessable organization.*

*We are now starting our 224th continuous year of service to members/policyholders.*

**Baltimore Equitable Society**  
Balance Sheet  
as of December 31, 2017

ASSETS

Bonds at Amortized Cost	15,515,000
Stocks at Market Value	152,522,000
Short Term Investments (money market funds & cash)	5,282,000
Accrued Investment Income	114,000
Reinsurance Recoverables on Paid Losses	9,000
Electronic Data Processing Equipment	12,000
Perpetual Deposits in the Course of Collection	34,000

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<b>Total Assets</b>	<b>\$ 173,488,000</b>
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LIABILITIES

Loss Reserves	729,000
Loss Adjustment Expenses Due	145,000
Other Accrued Expenses Due	142,000
Federal Tax Liability	1,366,000
Net Deferred Tax Liability	7,880,000
Ceded Reinsurance Premiums Payable	19,000
Funds Due for Pending Investment Transactions	-
Perpetual Deposits	49,998,000

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<b>Total Liabilities</b>	<b>\$ 60,279,000</b>
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POLICYHOLDER EQUITY

Total Policyholder Protective Fund	\$ 113,209,000
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<b>Total Liabilities and Policyholder Equity</b>	<b>\$ 173,488,000</b>
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**Perpetually Good  
Homeowners Insurance  
Since 1794**