

UNITED FIRE & CASUALTY CO
Form 10-Q
April 25, 2008

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

for the quarterly period ended March 31, 2008

Commission File Number 2-39621

UNITED FIRE & CASUALTY COMPANY

(Exact name of registrant as specified in its charter)

Iowa
(State of Incorporation)

42-0644327
(IRS Employer Identification No.)

118 Second Avenue, S.E., Cedar Rapids, Iowa 52407

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (319) 399-5700

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days.

YES NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act).

YES NO

As of April 21, 2008, 27,115,695 shares of common stock were outstanding.

INDEX

United Fire & Casualty Company and Subsidiaries

	Page
Forward-Looking Information	2
Part I. Financial Information	
Item 1. Financial Statements	
Consolidated Balance Sheets as of March 31, 2008 (unaudited) and December 31, 2007	3
Consolidated Statements of Income (unaudited) for the three months ended March 31, 2008 and 2007	4
Consolidated Statements of Cash Flows (unaudited) for the three months ended March 31, 2008 and 2007	5
Notes to Unaudited Consolidated Financial Statements	6
Report of Independent Registered Public Accounting Firm	14
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	15
Item 3. Quantitative and Qualitative Disclosures about Market Risk	24
Item 4. Controls and Procedures	24
Part II. Other Information	
Item 1. Legal Proceedings	25
Item 1A. Risk Factors	25
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	25
Item 3. Defaults Upon Senior Securities	25
Item 4. Submission of Matters to a Vote of Security Holders	25
Item 5. Other Information	26
Item 6. Exhibits	26
Signatures	27
Certification Pursuant to Section 302 - Chief Executive Officer	
Certification Pursuant to Section 302 - Chief Financial Officer	
Certification Pursuant to Section 906 - Chief Executive Officer	

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Certification Pursuant to Section 906 - Chief Financial Officer

FORWARD-LOOKING INFORMATION

It is important to note that our actual results could differ materially from those projected in our forward-looking statements. Information concerning factors that could cause actual results to differ materially from those in the forward-looking statements is contained in Part I Item 2 “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and Part II, Item 1A “Risk Factors.”

PART I: FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS****Consolidated Balance Sheets****United Fire & Casualty Company and Subsidiaries**

(Dollars in Thousands Except Per Share Data)

	March 31, 2008	December 31, 2007
	(unaudited)	
ASSETS		
Investments		
Fixed maturities		
Held-to-maturity, at amortized cost (fair value \$19,915 in 2008 and \$27,981 in 2007)	\$ 19,360	\$ 27,343
Available-for-sale, at fair value (amortized cost \$1,786,713 in 2008 and \$1,786,915 in 2007)	1,814,472	1,812,810
Equity securities, at fair value (cost \$62,895 in 2008 and \$64,127 in 2007)	163,165	177,720
Trading securities, at fair value (amortized cost \$13,777 in 2008 and \$9,923 in 2007)	14,153	10,793
Mortgage loans	13,257	19,161
Policy loans	7,560	7,622
Other long-term investments	14,301	12,793
Short-term investments	95,302	78,334
	\$ 2,141,570	\$ 2,146,576
Cash and Cash Equivalents	\$ 268,476	\$ 252,565
Accrued Investment Income	28,618	28,431
Premiums Receivable	138,772	121,059
Deferred Policy Acquisition Costs	128,363	128,998
Property and Equipment (primarily land and buildings, at cost, less accumulated depreciation of \$31,077 in 2008 and \$30,198 in 2007)	10,259	10,794
Reinsurance Receivables and Recoverables	43,386	45,475
Prepaid Reinsurance Premiums	2,576	2,645
Income Taxes Receivable	-	7,439
Other Assets	17,202	16,572
TOTAL ASSETS	\$ 2,779,222	\$ 2,760,554
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Future policy benefits and losses, claims and loss settlement expenses		
Property and casualty insurance	\$ 489,195	\$ 496,083
Life insurance	1,189,494	1,184,977
Unearned premiums	234,386	224,530
Accrued expenses and other liabilities	72,442	63,937
Income taxes payable	978	-
Deferred income taxes	33,398	