STATE OF INDIANA	)	BEFORE THE INDIANA
	) SS:	
COUNTY OF MARION	)	COMMISSIONER OF INSURANCE

IN THE MATTER OF:)
)
Everence Association, Inc.)
1110 North Main Street)
Goshen, Indiana 46528)

Examination of: **Everence Association, Inc.**

NOTICE OF ENTRY OF ORDER

Enclosed is the Final Order entered by Holly W. Lambert, Commissioner of the Indiana Department of Insurance, after fully considering and reviewing the Verified Report of Examination of Everence Association, Inc., any relevant examination work papers, and any written submissions or rebuttals. The Verified Report of Examination, as amended by the Final Order, has been adopted by the Commissioner.

Pursuant to Ind. Code § 27-1-3.1-12(b), within thirty (30) days of receipt of the Final Order, each director of Everence Association, Inc., shall file an affidavit with the Indiana Department of Insurance stating that he/she has received a copy of the Verified Report of Examination and the Final Order.

The Final Order is a final administrative decision that may be appealed pursuant to Ind. Code § 4-21.5-5.

June 30, 2026
Date

Jerry Ehlers
Examinations Manager

CERTIFIED MAIL NUMBER: 7004 1160 0000 3835 9999

STATE OF INDIANA	)	BEFORE THE INDIANA
	) SS:	
COUNTY OF MARION	)	COMMISSIONER OF INSURANCE

IN THE MATTER OF:)
)
Everence Association, Inc.)
1110 North Main Street)
Goshen, Indiana 46528)

Examination of: **Everence Association, Inc.**

FINDINGS AND FINAL ORDER

The Indiana Department of Insurance conducted an examination into the affairs of the Everence Association, Inc. (hereinafter "Company") for the time period January 1, 2020 through December 31, 2024.

The Verified Report of Examination was filed with the Commissioner of the Department of Insurance (hereinafter "Commissioner") by the Examiner on May 22, 2026.

A copy of the Verified Report of Examination, along with a Notice of Opportunity to Make Written Submission or Rebuttal, was mailed to the Company via Certified Mail on June 1, 2026 and was received by the Company on June 11, 2026.

On June 22, 2026 pursuant to Ind. Code § 27-1-3.1-10, the Company filed a response to the Verified Report of Examination. The Commissioner has fully considered the Company's response.

NOW THEREFORE, based on the Verified Report of Examination and the response filed by the Company, the Commissioner hereby FINDS as follows:

1. The suggested modifications to the Verified Report of Examination submitted by the Company are reasonable and shall be incorporated into the Verified Examination Report. A copy of the Verified Report of Examination, as amended, is attached hereto.

2. The Verified Report of Examination, as amended, is true and accurate report of the financial condition and affairs of the Company as of December 31, 2024.
3. The Examiners' recommendations are reasonable and necessary in order for the Company to comply with the insurance laws of the state of Indiana.

Based on the FINDINGS, the Commissioner does hereby ORDER:

1. Pursuant to Ind. Code § 27-1-3.1-11(a)(1), the Verified Report of Examination is adopted and shall be filed. Hereafter the Verified Report of Examination, as amended, may constitute prima facie evidence of the facts contained therein in any action or proceeding taken by the Indiana Department of Insurance against the Company, its officers, directors, or agents.

2. The Company shall comply with the Examiner's Recommendations enumerated in summary form and throughout the text of the Verified Report of Examination, as amended. A written response to these recommendations should be provided to the Department within 30 days of receipt of this order.

3. Compliance with the Examiner's recommendations shall be completed on or before the filing of the subsequent annual statement. In the event it is not feasible to comply with a recommendation before the filing of the subsequent annual statement, the Company shall submit a written explanation as to why it was not feasible with the filing of the annual statement.

Holly W. Lambert

Signed this 30 day of June, 2026.

Holly W. Lambert
Insurance Commissioner
Indiana Department of Insurance

ABOUT AFFIRMATIONS

The following pages for affirmations need to be signed by each Board Member and returned to the Indiana Department of Insurance within thirty (30) days in accordance with I.C. §27-1-3.1-12(b).

If your affirmations list individuals that are no longer on your Board of Directors, you may simply retype the form on plain white paper with the correct names and a line to the right for signature. If the names are misspelled, you may do the same, simply re-type the corrected form with a line to the right for signature.

Should you have any questions or difficulties with these forms or you require additional time past the thirty (30) day requirement, please do not hesitate to contact this department at (317) 232-2390.

STATE OF INDIANA

Department of Insurance

REPORT OF EXAMINATION

OF

EVERENCE ASSOCIATION, INC.

NAIC CO. CODE 57991
NAIC GROUP CODE 4616

As of

December 31, 2024

TABLE OF CONTENTS

STATE OF INDIANA

MIKE BRAUN, GOVERNOR

Indiana Department of Insurance
Holly W. Lambert, Commissioner
311 W. Washington Street, Suite 103
Indianapolis, Indiana 46204-2787
Telephone: 317-232-3520
Fax: 317-232-5251
Website: in.gov/idoi

May 22, 2026

Honorable Holly W. Lambert, Commissioner
Indiana Department of Insurance
311 West Washington Street, Suite 300
Indianapolis, Indiana 46204-2787

Dear Commissioner:

Pursuant to the authority vested in Appointment Number 4234, an examination has been made of the affairs and financial condition of:

Everence Association, Inc.
1110 North Main Street
Goshen, Indiana 46528

hereinafter referred to as the "Company," or "EA," an Indiana domestic fraternal, life, and annuity insurance company. The examination was conducted remotely with assistance from the corporate office staff in Goshen, Indiana.

The Report of Examination, reflecting the status of the Company as of December 31, 2024, is hereby respectfully submitted.

SCOPE OF EXAMINATION

The Company was last examined by representatives of the Indiana Department of Insurance (INDOI) and covered the period from January 1, 2015, through December 31, 2019. The present risk-focused examination was conducted by Noble Consulting Services, Inc., and covered the period from January 1, 2020, through December 31, 2024, and included any material transactions and/or events occurring subsequent to the examination date and noted during the course of this examination.

The examination was conducted in accordance with the NAIC *Financial Condition Examiners Handbook* (Handbook). The Handbook requires that we plan and perform the examination to evaluate the financial condition, assess corporate governance, identify current and prospective risks of the Company, and evaluate system controls and procedures used to mitigate those risks. An examination also includes identifying and evaluating significant risks that could cause an insurer's surplus to be materially misstated both currently and prospectively.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. This may include assessing significant estimates made by management and evaluating management's compliance with Statutory Accounting Principles. The examination does not attest to the fair presentation of the financial statements included herein. If, during the course of the examination an adjustment is identified, the impact of such adjustment will be documented separately following the Company's financial statements.

This examination report includes significant findings of fact, as mentioned in the Indiana Code (IC) 27-1-3.1-10 and general information about the insurer and its financial condition. There may be other items identified during the examination that, due to their nature (e.g., subjective conclusions, proprietary information, etc.), are not included within the examination report but separately communicated to other regulators and/or the Company.

HISTORY

The Company was organized as a fraternal beneficiary association under the laws of the state of Indiana and incorporated on December 15, 1964, allowing it to operate as a fraternal benefit society on January 1, 1966, under the name Mennonite Mutual Aid Association (MMA). The Company was formed to associate and unify Mennonites and members of related Anabaptist groups, promote the biblical concept of mutual aid, and create funds from the activities as a fraternal beneficiary association to provide for the needs of its members.

In 2010, the Company changed its name from MMA to EA, to align the Company's goal of broadening its customer reach.

DIVIDENDS TO MEMBERS

The Company paid an immaterial amount of dividends and refunds to its members during the examination period.

MANAGEMENT AND CONTROL

Directors

The Company does not have stockholders or owners and is accountable to its members. The Company is governed by a Board of Directors (Board). The Bylaws state that the number of directors of the Company shall be ten (10) to fifteen (15) members, who shall serve for a term of four (4) years or until their successors are elected and qualified. IC 27-1-7-11 requires that at least one (1) of the directors must be a resident of Indiana.

The following is a listing of persons serving as directors as of December 31, 2024, and their principal occupations as of that date:

Name and Location	Principal Occupation
Lauren Robert Good Seattle, Washington	Senior Program Officer Bill & Melinda Gates Foundation
Gregory Davidson Laszakovits Elizabethtown, Pennsylvania	Owner GDL Insight
Katelyn Neumann Leichty Goshen, Indiana	Certified Public Accountant Crowe LLP.
Emerson Lane Lesher Mechanicsburg, Pennsylvania	President Lesher Consulting, LLC.
Steve Dean Lindsey Leola, Pennsylvania	Chief Executive Officer Garden Spot Communities
Dwight Julius McFadden, III Millersburg, Ohio	Physician Community Hospice
Kirby Lynn Miller Irwin, Ohio	Manager Frontier, Inc.
Sunday Adie Obri Twinsburg, Ohio	Director Summa Health System
Sylvia Bribiesca Penner Wichita, Kansas	Attorney Fleeson Gooing
Jaime Saul Rodriguez Fresno, California	Chief Financial Officer Kings View
Ruth Ann Suter Brisbane, California	Manager Zogenix, Inc.
Jessica Ellen Yoder Portland, Oregon	Accountant McDonald Jacobs, P.C.

Officers

The Company's Bylaws state that elected officers of the Company, who shall be elected by the Board, shall consist of a President, a Secretary, and a Treasurer, and such other officers as the Board may determine necessary from time to time. All vacancies, other than the President, shall be filled by appointment of the Executive Committee, and such appointment shall be effective until the next regular or special meeting of the Board. Not all officers required by the Bylaws were elected by the Company. See Other Significant Issues section of the report.

The following is a list of key officers and their respective titles as of December 31, 2024:

Name	Office
Kenneth Dean Hochstetler	President
Fredrick Jon Gingerich	Treasurer
Brian Michael Kubicki	Secretary

CONFLICT OF INTEREST

Directors and officers are required to review and sign Conflict of Interest statements annually. It was determined that all directors and officers listed in the Management and Control section of this Report of Examination have reviewed and signed their statements as of December 31, 2024.

OATH OF OFFICE

IC 27-1-7-10(i) stipulates that every director, when elected, shall take and subscribe to an oath stating that he or she will faithfully, honestly, and diligently administer the affairs of the Company and will not knowingly violate any of the laws applicable to such Company. It was determined that all directors listed in the Management and Control section of this Report of Examination have subscribed to an oath as of December 31, 2024.

CORPORATE RECORDS

Articles of Incorporation

There were no amendments made to the Articles of Incorporation during the examination period.

Bylaws

There were no amendments made to the Bylaws during the examination period.

Minutes

The Board and shareholders' meeting minutes were reviewed for the period under examination through the fieldwork date. Significant actions taken during each meeting were noted.

The Company committee meeting minutes for the examination period, and through the fieldwork date, were reviewed for the following committees: Audit Committee, and Governance Committee.

AFFILIATED COMPANIES

Organizational Structure

The following abbreviated organizational chart shows the Company's parent and affiliates as of December 31, 2024, that were included in this examination:

	NAIC Co. Code	Domiciliary State/Country
Everence Association, Inc.	57991	**IN**
Everence Holdings, Inc.		IN
MMA Distribution, Inc. d/b/a/ Everence Financial		IN
Yoder Insurance Agency and Financial Services, Inc.		OH
Everence Insurance Company	74209	**IN**
Everence Capital Management, Inc.		IN
Everence Trust Company		IN
Everence Real Estate Holdings		IN
Everence Services, LLC		IN
MMA Stewardship Agency, Inc.		IN
Mennonite Church Buildings, Inc.		IN
Everence Foundation, Inc.		IN
Everence Federal Credit Union*		IN
Praxis Mutual Fund*		IN

Affiliated Agreements

The following affiliated agreements and transactions were disclosed as part of the Form B – Holding Company Registration Statement and were filed with the INDOI, as required, in accordance with IC 27-1-23-4.

Office Lease Agreement
The Company was a party to an Office Lease Agreement with Mennonite Church Buildings, Inc. (MCBI) effective January 1, 2016. Pursuant to the Agreement, EA paid annual rent to MCBI of $298 thousand in 2024.

Employment Servicing and Facilities Sharing Agreement
The Company was a party to an employment servicing and facilities sharing agreement with Everence Services effective January 1, 2024. The agreement was updated effective January 1, 2025, to add Everence Foundation, Inc., Everence Trust Company (ETCO), MCBI, MMA, Everence Federal Credit Union, and Everence Capital Management, Inc. Pursuant to this Agreement, EA paid fees to Everence Services of $16.1 million in 2024.

Compensation Servicing Agreement
The Company was a party to a Compensation Servicing Agreement with MMA effective January 1, 2022. Pursuant to this Agreement, EA paid fees to MMA of $2.9 million in 2024.

Administrative Servicing Agreement
The Company was a party to an Administrative Servicing Agreement with Everence Services effective January 1, 2024. Pursuant to this Agreement, Everence Services paid fees to EA of $202 thousand in 2024.

* These entities were not disclosed as a member of the holding company group in the Insurance Holding Company System Registration Form B or Schedule Y, Part 1, Organizational Chart, of the Annual Statements.

Capital Assurance and Liquidity Maintenance Agreement
The Company was a party to a Capital Assurance and Liquidity Maintenance Agreement with ETCO effective July 9, 2019. No fees were paid pursuant to this Agreement in 2024.

Church Relations Administration Agreement
The Company was a party to a Church Relations Administration Agreement with MMA effective January 1, 2024. Pursuant to this Agreement, EA paid fees to MMA of $837 thousand in 2024.

Expense Sharing Agreement
The Company was a party to an Expense Sharing Agreement with MMA effective April 18, 2024. Pursuant to this Agreement, EA paid fees to MMA of $2.1 million in 2024.

Excess Loss Policy and Renewal of Application and Schedule of Insurance
The Company was a party to an Excess Loss Insurance Policy with Everence Services effective January 1, 2018, and renewal of the policy effective January 1, 2025. Pursuant to this Agreement, EA paid an annual amount to Everence Services of $257 thousand in 2024.

FIDELITY BOND AND OTHER INSURANCE

The Company protects itself against loss from any fraudulent or dishonest acts by any employees through a fidelity bond issued by Federal Insurance Company. The fidelity bond is adequate to meet the minimum coverage suggested by the NAIC.

The Company had additional types of coverage in-force as of December 31, 2024, including but not limited to bankers' professional liability, business auto, cyber and privacy, employed lawyers, excess directors & officers, insurance company professional liability, managed care errors, package policy, primary management, travel accident, umbrella, and workers' compensation.

TERRITORY AND PLAN OF OPERATION

The Company is licensed in twenty-eight (28) states. The Company's primary business segments are annuities and accident and health products, including Medicare Supplement insurance. The Company's products are marketed to fraternally eligible members, through the Association's advisors and independent agents. For Medicare Supplement products, the Company is actively selling to the baby boom generation and looking for new ways to make more sales.

The Company's largest states, by total direct premium written as of December 31, 2024, are Pennsylvania ($23.5 million or 36.7%), Indiana ($14.1 million or 22%), Ohio ($6.1 million or 9.5%), Kansas ($5.3 million or 8.2%), and Virginia ($4.5 million or 7%). These states accounted for 83.4% of total premium in 2024.

REINSURANCE

Ceded Reinsurance

The Company engages in reinsurance transactions as part of its overall underwriting and risk-management strategy. The Company's reinsurance program includes ceded coverages that limit the dollar amount of individual claims to a fixed amount or percentage. As of December 31, 2024, the Company ceded reinsurance as follows:

The Company has no reinsurance for Medicare Supplement and annuity lines of business. The Company has a coinsurance agreement with Protective Life Insurance Company. The agreement is for some affinity life insurance written between 1996 and 2001. This is a 100% ceded coinsurance agreement; therefore, there is no premium, claims or reserves on EA's books, and all this business is administered by Protective Life Insurance Company.

The Company also has reinsurance agreements for both group and individual health. These treaties are stop loss treaties for individual claims. The Company's retention level is $450,000. From $450,000 to $2,000,000, EA pays 10% of the claim and RGA Reinsurance Company pays 90%. Above $2,000,000, 100% is paid by RGA Reinsurance.

Assumed Reinsurance

No business was assumed by the Company during the examination period.

FINANCIAL STATEMENTS

The following financial statements are based on the statutory financial statements filed by the Company with the INDOI and present the financial condition of the Company for the period ending December 31, 2024. The accompanying comments on financial statements reflect any examination adjustments to the amounts reported in the annual statement and should be considered an integral part of the financial statements.

EVERENCE ASSOCIATION, INC.
Assets
As of December 31, 2024

	Per Company
Bonds	$ 222,235,147
Stocks:	
Preferred stocks	1,029,418
Common stocks	39,812,128
Mortgage loans on real estate	87,383,118
Cash, cash equivalents and short-term investments	11,868,879
Contract loans	5,874
Other invested assets	6,435,777
Receivables for securities	20
Subtotals, cash and invested assets	368,770,361
Investment income due and accrued	2,695,200
Premiums and considerations:	
Uncollected premiums and agents' balances in course of collection	27,425
Deferred premiums, agents' balances and installments booked but deferred and not yet due	13,873
Reinsurance:	
Other amounts receivable under reinsurance contracts	91,420
Receivables from parent, subsidiaries and affiliates	200,511
Health care and other amounts receivable	245,661
Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts	372,044,451
Totals	$ 372,044,451

EVERANCE ASSOCIATION, INC.
Liabilities, Surplus and Other Funds
As of December 31, 2024

	Per Company
Aggregate reserves for life contracts	$ 235,533,861
Aggregate reserves for accident and health contracts	14,494,087
Liability for deposit-type contracts	1,687,645
Contract claims	
Life	23,640
Accident and health	4,377,161
Premiums and annuity considerations for life and accident and health contracts	1,393,293
Contract liabilities not included elsewhere:	
Interest maintenance reserves	817,183
General expenses due or accrued	113,633
Taxes, licenses and fees	216,000
Amounts withheld or retained by reporting entity as agent or trustee	379,696
Remittances and items not allocated	50,822
Asset valuation reserve	8,409,231
Payable to parent, subsidiaries and affiliates	570,012
Total liabilities	268,066,264
Total Capital and Surplus	103,978,187
Totals	$ 372,044,451

EVERENCE ASSOCIATION, INC.
Summary of Operations
For the Year Ended December 31, 2024

	Per Company
Premiums and annuity considerations for life and accident and health contracts	$ 64,140,526
Considerations for supplementary contracts with life contingencies	153,594
Net investment income	14,694,323
Amortization of Interest Maintenance Reserve	229,279
Commissions and expense allowances on reinsurance ceded	14,099
Miscellaneous Income:	
Aggregate write-ins for miscellaneous income	1,325,653
Totals	80,557,474
Death benefits	104,956
Annuity benefits	8,888,063
Disability benefits and benefits under accident and health contracts	37,666,276
Surrender benefits and withdrawals for life contracts	23,291,126
Interest and adjustments on contract or deposit-type contract funds	68,715
Payments on supplementary contracts with life contingencies	1,266,352
Increase in aggregate reserves for life and accident and health contracts	(9,887,948)
Totals	61,397,540
Commissions on premiums, annuity considerations, and deposit-type contract funds	2,850,873
General insurance expenses and fraternal expenses	19,807,368
Insurance taxes, licenses and fees, excluding federal income taxes	548,044
Increase in loading on deferred and uncollected premiums	(9)
Aggregate write-ins for deductions	2,143,349
Totals	86,747,165
Net gains from operations before dividends to policyholders, refunds, to member and federal income taxes	(6,189,691)
Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses)	(6,189,691)
Net realized capital gains (losses) less capital gains tax	(845)
Net income	$ (6,190,536)

EVERENCE ASSOCIATION, INC.
Reconciliation of Capital and Surplus Account

	2024	2023	2022	2021*	2020*
Surplus as regards policyholders, December 31 prior year	$102,387,050	$108,830,059	$114,756,320	$113,606,951	$112,112,757
Net income	(6,190,536)	(8,195,575)	(2,822,841)	(754,028)	2,545,841
Change in net unrealized capital gains or (losses) less capital gains tax	6,546,077	6,022,815	(2,433,853)	7,411,893	4,229,983
Change in nonadmitted assets	2,208,703	(2,183,113)	(2,930,310)	(5,292,147)	(4,534,086)
Change in asset valuation reserve	(973,107)	(2,087,136)	2,260,743	(219,572)	(747,544)
Aggregate write-ins for gains and losses in surplus	-	-	-	3,222	-
Change in surplus as regards policyholders for the year	1,591,137	(6,443,009)	(5,926,261)	1,149,369	1,494,194
Surplus as regards policyholders, December 31 current year	$103,978,187	$102,387,050	$108,830,059	$114,756,320	$113,606,951

* The balances include immaterial rounding differences.

COMMENTS ON THE FINANCIAL STATEMENTS

There were no recommended adjustments to the financial statements as of December 31, 2024, based on the results of this examination.

OTHER SIGNIFICANT ISSUES

No other significant issues were identified.

SUBSEQUENT EVENTS

There were no events subsequent to the examination date and prior to the completion of field work which were considered material events requiring disclosure in this Report of Examination.

AFFIDAVIT

This is to certify that the undersigned is a duly qualified Examiner-in-Charge appointed by the Indiana Department of Insurance and that they, in coordination with staff assistance from Noble Consulting Services, Inc., and actuarial assistance from Mark Alberts, FSA, MAAA, of Noble Consulting Services, Inc., performed an examination of Everence Association, Inc., as of December 31, 2024.

The Indiana Department of Insurance is accredited under the National Association of Insurance Commissioners Financial Regulation Accreditation Standards.

This examination was performed in accordance with those procedures required by the NAIC Financial Condition Examiners Handbook and other procedures tailored for this examination. Such procedures performed on this examination do not constitute an audit made in accordance with generally accepted auditing standards and no audit opinion is expressed on the financial statements contained in this report.

The attached Report of Examination is a true and complete report of the condition of the Everence Association, Inc. as of December 31, 2024, as determined by the undersigned.

Pyongyong Landoll, CFE
Noble Consulting Services, Inc.

Under the Supervision of:

Jerry Ehlers, CFE, AES
Examinations Manager
Indiana Department of Insurance

State of: Indiana
County of: Marion

On this 30 day of June, 2026, before me personally appeared, ~~Pyongyong Landoll~~ DB and Jerry Ehlers, to sign this document.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal in said County and State, the day and year last above written.

My commission expires: 10/4/2031 Dawn Michelle Bopp
Notary Public

DAWN MICHELLE BOPP
NOTARY PUBLIC
SEAL
MARION COUNTY, STATE OF INDIANA
MY COMMISSION EXPIRES OCTOBER 04, 2031
COMMISSION NUMBER NP0673753