

PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT
AS OF SEPTEMBER 30, 2021
OF THE CONDITION AND AFFAIRS OF THE
ERIE INSURANCE EXCHANGE

NAIC Group Code 213 213 NAIC Company Code 26271 Employer's ID Number 25-6038677
 (Current Period) (Prior Period)
 Organized under the Laws of the State of PENNSYLVANIA State of Domicile or Port of Entry PENNSYLVANIA
 Country of Domicile U.S. Incorporated _____ Commenced Business April 20, 1925
 Statutory Home Office 100 Erie Insurance Place Erie, PA 16530
 (Street and Number) (City or Town, State and Zip Code)
 Main Administrative Office 100 Erie Insurance Place Erie, PA 16530 814-870-2000
 (Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)
 Mail Address 100 Erie Insurance Place Erie, PA 16530
 (Street and Number) (City or Town, State and Zip Code)
 Primary Location of Books and Records 100 Erie Insurance Place Erie, PA 16530 814-870-2000
 (Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)
 Internet Website Address www.erieinsurance.com
 Statutory Statement Contact Jorie Lee Novacek 814-870-2000 x4248
 (Name) (Area Code) (Telephone Number) (Extension)
Jorie.Novacek@erieinsurance.com 814-870-4040
 (E-Mail Address) (Area Code) (Fax Number)

DIRECTORS⁺

John Ralph Borneman, Jr.	Eugene Charles Connell	Salvatore Correnti	LuAnn Datesh
Jonathan Hirt Hagen, Vice Chair	Thomas Bailey Hagen, Chairman	Charles Scott Hartz	Brian Arden Hudson, Sr.
George Raymond Lucore	Thomas Warren Palmer	Elizabeth Ann Vorsheck	

⁺The individuals listed are directors of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

EXECUTIVE OFFICERS^{*}

President & Chief Executive Officer:	Timothy Gerard NeCastro	Executive Vice President & Chief Financial Officer:	Gregory John Gutting
Executive Vice President & Chief Information Officer:	Robert Coleman Ingram, III	Executive Vice President:	Lorianne Feltz
Executive Vice President:	Douglas Edward Smith		

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Senior Vice President & Chief Actuary:	Robert John Zehr#
Senior Vice President & Controller:	Julie Marie Pelkowski
Senior Vice President, Secretary & General Counsel:	Brian William Bolash
Senior Vice President & Chief Investment Officer:	Ronald Steven Habursky
Vice President & Corporate Treasurer:	Robert Wayne McNutt

^{*}The individuals listed are officers of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

State of Pennsylvania / SS
 County of Erie

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Timothy Gerard NeCastro
 President & CEO

Brian William Bolash
 Senior Vice President, Secretary & General Counsel

Gregory John Gutting
 Executive Vice President & CFO

Subscribed and sworn to before me this
 8th day of November, 2021.

- (a) Is this an original filing? Yes (X) No ()
 (b) If no: (i) State the amendment number:
 (ii) Date filed:
 (iii) Number of pages attached:

STATEMENT AS OF SEPTEMBER 30, 2021 OF THE ERIE INSURANCE EXCHANGE

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 – 2)	
1. Bonds	10,715,798,984		10,715,798,984	10,003,310,925
2. Stocks:				
2.1 Preferred stocks	116,229,338		116,229,338	337,341,086
2.2 Common stocks	5,288,064,491		5,288,064,491	5,167,623,643
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens.....				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)	108,956,749		108,956,749	108,779,833
4.2 Properties held for the production of income (less \$ encumbrances)	5,941,827	5,941,827		
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$(2,835,104)), cash equivalents (\$927,833,834) and short-term investments (\$119,986,347)	1,044,985,077		1,044,985,077	647,192,747
6. Contract loans (including \$ premium notes)				
7. Derivatives	15,809,000		15,809,000	4,392,000
8. Other invested assets	1,786,644,606	15,617,454	1,771,027,153	1,383,477,932
9. Receivables for securities	256,006,782		256,006,782	27,733,300
10. Securities lending reinvested collateral assets	1,264,028,668		1,264,028,668	1,160,620,192
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	20,602,465,522	21,559,281	20,580,906,242	18,840,471,659
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	87,680,034	284,069	87,395,965	91,157,461
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	219,178,874	23,956,519	195,222,355	137,883,887
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	1,875,673,781		1,875,673,781	1,778,605,391
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	485,677		485,677	877,808
16.2 Funds held by or deposited with reinsured companies	1,948,216		1,948,216	1,897,288
16.3 Other amounts receivable under reinsurance contracts	343,708		343,708	
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	9,787,907	6,665,360	3,122,547	2,191,601
21. Furniture and equipment, including health care delivery assets (\$)	3,731,683	3,731,683		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				765,091
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	6,060,564	3,000,206	3,060,358	3,206,681
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	22,807,355,965	59,197,117	22,748,158,847	20,857,056,867
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	22,807,355,965	59,197,117	22,748,158,847	20,857,056,867
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)				
2501. Premium Tax Credits and Other	1,990,083		1,990,083	2,119,011
2502. Equities & Deposits in Pools and Associations	1,070,275		1,070,275	1,087,670
2503. Prepaid Disbursements	3,000,206	3,000,206		
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	6,060,564	3,000,206	3,060,358	3,206,681

STATEMENT AS OF SEPTEMBER 30, 2021 OF THE ERIE INSURANCE EXCHANGE

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$1,470,807,156)	4,104,472,328	3,803,174,446
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	726,223,840	719,325,442
4. Commissions payable, contingent commissions and other similar charges		100,714
5. Other expenses (excluding taxes, licenses and fees)	11,305,271	11,364,588
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	28,341,282	37,408,444
7.1 Current federal and foreign income taxes (including \$20,946,408 on realized capital gains (losses))	35,889,266	18,205,215
7.2 Net deferred tax liability	326,836,279	327,783,179
8. Borrowed money \$251,556,112 and interest thereon \$18,820	251,556,112	251,584,034
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$211,079,889 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	3,286,876,321	3,013,149,822
10. Advance premium	79,194,680	42,901,326
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders	8,386,504	8,756,035
12. Ceded reinsurance premiums payable (net of ceding commissions)	115,997,849	108,243,009
13. Funds held by company under reinsurance treaties	107,152	104,351
14. Amounts withheld or retained by company for account of others	67,014,730	52,463,747
15. Remittances and items not allocated	502,349	357,954
16. Provision for reinsurance (including \$ certified)	74,000	74,000
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	507,179	2,785,606
20. Derivatives		
21. Payable for securities	291,632,311	84,167,084
22. Payable for securities lending	1,264,028,668	1,160,620,201
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	484,318,370	470,569,140
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	11,083,264,493	10,113,138,337
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	11,083,264,493	10,113,138,337
29. Aggregate write-ins for special surplus funds		
30. Common capital stock		
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes		
34. Gross paid in and contributed surplus		
35. Unassigned funds (surplus)	11,664,894,354	10,743,918,530
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	11,664,894,354	10,743,918,530
38. Totals (Page 2, Line 28, Col. 3)	22,748,158,847	20,857,056,867
DETAILS OF WRITE-INS		
2501. Compensation Due Attorney-In-Fact	484,318,370	470,569,140
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	484,318,370	470,569,140
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298)(Line 32 above)		

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$3,849,119,088)	3,796,738,733	3,858,578,191	5,104,766,994
1.2 Assumed (written \$2,355,871,004)	2,117,369,936	1,895,123,658	2,551,649,740
1.3 Ceded (written \$386,330,528)	369,175,604	358,175,939	476,660,616
1.4 Net (written \$5,818,659,564)	5,544,933,065	5,395,525,910	7,179,756,118
DEDUCTIONS:			
2. Losses incurred (current accident year \$3,503,399,145):			
2.1 Direct	2,226,745,662	1,936,031,131	2,672,916,174
2.2 Assumed	1,409,818,694	1,127,892,584	1,468,056,562
2.3 Ceded	204,614,780	180,567,669	238,760,588
2.4 Net	3,431,949,577	2,883,356,046	3,902,212,148
3. Loss adjustment expenses incurred	529,634,930	494,064,800	666,565,663
4. Other underwriting expenses incurred	1,575,298,548	1,532,226,862	1,988,198,473
5. Aggregate write-ins for underwriting deductions	876,574	2,251,336	3,001,981
6. Total underwriting deductions (Lines 2 through 5)	5,537,759,628	4,911,899,044	6,559,978,265
7. Net income of protected cells			
8. Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	7,173,437	483,626,867	619,777,852
INVESTMENT INCOME			
9. Net investment income earned	444,230,528	387,026,909	502,291,512
10. Net realized capital gains (losses) less capital gains tax of \$138,413,439	579,271,032	674,359	120,957,102
11. Net investment gain (loss) (Lines 9 + 10)	1,023,501,560	387,701,269	623,248,614
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$11,790,818 amount charged off \$23,090,440)	(11,299,622)	(29,763,140)	(29,102,366)
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income	639,838	1,050,948	2,083,016
15. Total other income (Lines 12 through 14)	(10,659,784)	(28,712,192)	(27,019,350)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	1,020,015,213	842,615,943	1,216,007,116
17. Dividends to policyholders	7,094,484	186,223,115	189,502,000
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	1,012,920,729	656,392,828	1,026,505,116
19. Federal and foreign income taxes incurred	98,742,097	121,530,814	177,307,387
20. Net income (Line 18 minus Line 19)(to Line 22)	914,178,633	534,862,014	849,197,729
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	10,743,918,530	9,485,295,192	9,485,295,192
22. Net income (from Line 20)	914,178,633	534,862,014	849,197,729
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains (losses) less capital gains tax of \$5,432,051	82,683,155	(91,158,772)	322,809,507
25. Change in net unrealized foreign exchange capital gain (loss)	(71,626,114)	32,198,436	77,267,162
26. Change in net deferred income tax	6,378,951	8,815,162	(363,580)
27. Change in nonadmitted assets	(10,638,801)	5,030,444	9,707,521
28. Change in provision for reinsurance			5,000
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus			
38. Change in surplus as regards policyholders (Lines 22 through 37)	920,975,824	489,747,285	1,258,623,338
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	11,664,894,354	9,975,042,477	10,743,918,530
DETAILS OF WRITE-INS			
0501. LAD Program Expense	876,574	2,251,336	3,001,981
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. Totals (Lines 0501 through 0503 plus 0598)(Line 5 above)	876,574	2,251,336	3,001,981
1401. Miscellaneous Income Reinsurance	443,803	884,153	1,059,265
1402. Miscellaneous Income	1,650	76,099	79,672
1403. Unidentified Claims Reimbursement	104,052	90,696	116,018
1498. Summary of remaining write-ins for Line 14 from overflow page	90,333		828,062
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above)	639,838	1,050,948	2,083,016
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page			
3799. Totals (Lines 3701 through 3703 plus 3798)(Line 37 above)			

STATEMENT AS OF SEPTEMBER 30, 2021 OF THE ERIE INSURANCE EXCHANGE

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	5,719,313,916	5,458,934,521	7,175,337,151
2. Net investment income	477,403,767	374,230,861	510,199,634
3. Miscellaneous income	(19,975,401)	(21,624,320)	(27,183,036)
4. Total (Lines 1 to 3)	6,176,742,283	5,811,541,062	7,658,353,750
5. Benefit and loss related payments	3,130,310,491	2,996,168,102	4,004,641,399
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	2,094,389,616	2,018,953,346	2,659,513,826
8. Dividends paid to policyholders	7,464,015	187,250,240	190,770,321
9. Federal and foreign income taxes paid (recovered) net of \$128,092,320 tax on capital gains (losses)	219,471,483	100,923,817	171,512,002
10. Total (Lines 5 through 9)	5,451,635,605	5,303,295,505	7,026,437,547
11. Net cash from operations (Line 4 minus Line 10)	725,106,678	508,245,557	631,916,204
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	3,279,448,816	3,546,426,383	4,365,190,821
12.2 Stocks	2,366,314,688	1,726,604,108	2,143,134,140
12.3 Mortgage loans			
12.4 Real estate			327,197
12.5 Other invested assets	193,782,267	94,469,604	154,633,375
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(439,282)	26,642	26,642
12.7 Miscellaneous proceeds	207,772,297	55,649,211	61,198,154
12.8 Total investment proceeds (Lines 12.1 to 12.7)	6,046,878,786	5,423,175,948	6,724,510,332
13. Cost of investments acquired (long-term only):			
13.1 Bonds	3,919,755,676	4,243,722,445	5,152,791,773
13.2 Stocks	1,843,463,017	1,562,316,087	1,911,534,447
13.3 Mortgage loans			
13.4 Real estate	2,944,613	940,638	715,316
13.5 Other invested assets	398,537,599	315,083,765	473,590,046
13.6 Miscellaneous applications	328,269,076	243,668,026	149,184,818
13.7 Total investments acquired (Lines 13.1 to 13.6)	6,492,969,981	6,365,730,960	7,687,816,400
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(446,091,195)	(942,555,012)	(963,306,069)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds	(27,922)	249,960,448	249,945,022
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied)	118,804,770	207,658,579	137,184,666
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	118,776,848	457,619,028	387,129,688
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	397,792,330	23,309,573	55,739,823
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	647,192,747	591,452,924	591,452,924
19.2 End of period (Line 18 plus Line 19.1)	1,044,985,077	614,762,497	647,192,747

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001. Transfer of investments from short-term investments to bonds		737,252	737,252
20.0002. Transfer of investments from limited partnerships to common stock		52,164,697	52,164,697
20.0003. Transfer of investments from bonds to other invested assets			2,835,841